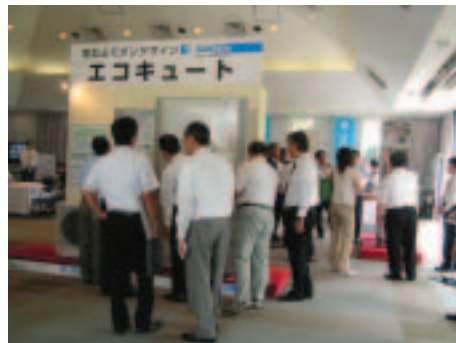


We will stand on the admired ability of engineering development and manufacturing, can offer products, systems and services, based on QUALITY FIRST, that provide constant satisfaction to our customers around the world.

Sanden puts customers first and subsequently earns their trust by consistently providing attractive products and related systems and services based on fine craftsmanship and state-of-the-art technologies.

Preview of New Products in the EcoCute Series

On August 2---3, 2006, Sanden held a preview exhibit of new products in the EcoCute series at the Sanden Communication Plaza (Sanden's training center) that was attended by about 300 companies that are Sanden customers, including construction companies and housing manufacturers. One of the features of the new products is the incorporation of a hot-water storage tank that, with a thickness of only 48cm, is one of the thinnest in the industry but has improved heat-retention capabilities because of the inclusion of the first vacuum insulation structure in the industry. The tank has a capacity of 370 liters, which is fully adequate, and has an advanced form and design that will be in harmony with the outside appearance of housing units. We were pleased to receive many valuable opin-



Preview of new EcoCute products

ions and questions from those attending the preview, and, during the two days of the preview, we gained a renewed awareness of the market potential of the EcoCute water-heating systems and the high level of expectations regarding Sanden products among our customers.



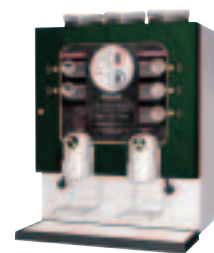
New EcoCute thin storage tank

Hotel and Restaurant Show 2007: Products Shown at Fabex 2007

Sanden developed the first coffee maker for institutional use that can prepare both regular coffee and espresso. We exhibited this new coffee maker at the Hotel and Restaurant Show 2007 held at Tokyo Big Sight for four days in March 2007 and at Fabex 2007, the exhibition for delicatessen and restaurant industry participants held in April.

This new coffee machine sets new, higher standards of excellence because it not only has coffee-making units installed but also uses paper filters to improve the fresh-brewed flavor of regular coffee while incorporating an Italian espresso making unit.

We also exhibited a new soup server that can prepare three types of soup simultaneously. The soup server employs a method that heats the soup as it is stirred in a high temperature steam and successfully brings out the actual richness and good flavor of soup. Since the unit uses a water tank method, it has been designed to be installed anywhere that 100 volt electric current is available. We have received a large number of inquiries about the unit from the food distribution industry. The new server was a highly meaningful addition to the exhibition.



Coffee maker



Soup server



Hotel and Restaurant Show 2007