

March 29, 2013

JTEKT CORPORATION
President Shoji Ikawa

Regarding the announcement by the Japan Fair Trade Commission in relation to bearings transactions

The Japan Fair Trade Commission ("JFTC") announced today, March 29, that it issued Cease and Desist Orders and Surcharge Payment Orders to certain companies for violation of the Antimonopoly Act of Japan ("AMA") in connection with bearings-related transactions. JTEKT CORPORATION was exempted from these orders because JTEKT CORPORATION applied for the leniency program in June 2011 and its application was granted by the JFTC.

However, we express our deepest regrets for the fact that the JFTC named JTEKT CORPORATION as one of the companies involved in conduct which violated the AMA. We would like to take this opportunity to again offer our sincere apologies to all of our customers, shareholders and stakeholders for the concerns that this has caused.

On July 26 and 27, 2011, JTEKT CORPORATION and Koyo Sales Co., Ltd., JTEKT CORPORATION's subsidiary, were subject of on-site inspections conducted by the JFTC. Prior to that, on June 28, 2011, JTEKT CORPORATION internally issued an "Order Relating to Compliance with the Antimonopoly Act" to the Head of the Sales & Marketing Headquarters and the directors in charge thereof, and gave strict instructions regarding prohibitions against activities that would be considered to constitute engaging in a cartel, cooperation with internal investigations, and control of confidential information accompanying cooperation with the investigation. Thereafter, JTEKT CORPORATION ceased any conduct that was suspected to be in violation of the AMA and has been committed to implementing stringent compliance rules.

As part of these efforts, JTEKT CORPORATION established a Compliance Promotion Department in November 2011, and appointed a compliance officer who checks and provides education of compliance for each headquarter and department. Furthermore, JTEKT CORPORATION has initiated other systems such as self inspection of enforcement of compliance rules in all business groups and affiliated companies, and reporting of any violations of compliance rules at management meetings. All information obtained through these efforts is effectively utilized for the activity to eliminate and prevent an issue like this from arising again. In addition, starting from year 2012, JTEKT CORPORATION has worked towards raising awareness of compliance among the employees on a periodic basis by establishing July as its compliance enhancement month. JTEKT CORPORATION has also implemented various initiatives such as a help desk to facilitate internal consultations regarding antimonopoly laws, e-learning systems throughout the company, distribution of Summary of Prohibitions: Compliance Rules for Sales Activities for the entire sales and marketing group, held seminars with outside attorneys and established rules for any contact with competitors.

JTEKT CORPORATION takes this current situation seriously, and accordingly, the Chairman, President, and other directors of JTEKT CORPORATION have decided to voluntarily forego a part of their remuneration for the months of April, May and June, 2013 as follows:

Chairman:	30% of remuneration as director
President:	30% of remuneration as director
Vice President:	20% of remuneration as director
3 Senior Executive Directors:	10% of remuneration as director

The JFTC's announcement is not expected to have any material impact on JTEKT CORPORATION's operating performance.