

Dear Valued Customer,

## Transferring MLCC (Multi-layer Ceramic Capacitor) Business to Murata

This letter is to inform that Rohm Co., Ltd. (hereafter Rohm) and Murata Manufacturing Co., Ltd. (hereafter Murata) have agreed to transfer Rohm's MLCC business (excluding business of EMI Filters and Tantalum Capacitors) over to Murata.

Since electronics industry has been and will be constantly competitive at a high level on a worldwide basis, Rohm considers it crucial to concentrate its corporate resources on growing markets and to put continuous efforts on providing high-value-added, but also competitive, products into the global market which should ensure stable growth and a well-balanced financial position. Although we have historically received favorable voices from our customers on our MLCC products, due to intensifying worldwide competition including severe price erosion in recent years, the business itself could not reach our expectation in terms of business scale as well as profitability compared against our investments. Through the process of considering the future of our MLCC business, Rohm regards it the company's highest priority not only to seek the possibility of recovering its profitability as an organization, but also to minimize the downside effect on our customers.

Under this basic policy, we have been discussing with several potential business partners and reached to a mutual agreement on transferring our MLCC business over to Murata, the world leading ceramic capacitor manufacturer with advanced technologies, broad product lines and high-level customer services.

With your consent, we hereby would like to request on shifting the current MLCC business (excluding business of EMI Filters and Tantalum Capacitors) to Murata starting from January 1, 2007 and would like to discontinue our manufacturing line by the end of March 2007. Our sales executives and managers will be in contact and provide further details.

We apologize for any inconvenience this may cause but please understand that Rohm will continue to strive on improving our customer services and will make every effort to fulfill customer satisfaction.

We thank you in advance for your understandings and look forward to your continuous support.

Sincerely Yours,

*Ken Sato* President **ROHM CO., LTD.** 21, Saiin Mizosaki-cho Ukyo-ku, Kyoto 615-8585 Japan