



REPORT OF MANAGEMENT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

Makita's management is responsible for establishing and maintaining adequate internal control over financial reporting as defined in Rule 13a-15(f) and 15d-15(f) promulgated under the Securities Exchange Act of 1934.

Internal control over financial reporting is a process to provide reasonable assurance regarding the reliability of our financial reporting and the preparation of financial statements for external purposes in accordance with accounting principles generally accepted in the United States of America. Internal control over financial reporting includes the following policy and procedures which:

- (1) pertain to the maintenance of records that in reasonable detail accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made in accordance with authorizations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Makita's management has established and maintained its internal control over financial reporting in conformity with the Securities Exchange Act of 1934 and the Internal Control — Integrated Framework set forth by the Committee of Sponsoring Organizations of the Treadway Commission in Internal Control-Integrated Framework (the COSO criteria).

Because of its inherent limitations, internal control over financial reporting may not prevent or detect misstatements in financial reporting.

Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Matters relating to the scope, date and procedures of assessment

Makita's management has evaluated the effectiveness of internal control over financial reporting as of March 31, 2013. In making this assessment, management used the criteria set forth by the Securities Exchange Act of 1934 and the Committee of Sponsoring Organizations of the Treadway Commission in Internal Control-Integrated Framework (the COSO criteria).

Matters relating to the results of the assessment

As a result of the assessment described above, management concluded that, as of March 31, 2013, Makita's internal control over financial reporting was effective based on the COSO criteria.

KPMG AZSA LLC, an independent registered public accounting firm that audited the consolidated financial statements, has also audited the effectiveness of Makita's internal control over financial reporting as stated in the audit report.

Supplementary information

Makita prepares this Report in accordance with the terms, form and procedures required in the Management's Report on Internal Control over Financial Reporting in the United States of America based on Article 18 of Cabinet Office Ordinance No. 62 for Ensuring Appropriateness of Statements on Finance and Accounting and Other Information.

The major differences in the report when Article 18 is applied and when not applied are as follows:

- (1) The criteria when evaluating the effectiveness of the internal control over financial reporting is the Internal Control - Integral Framework set forth by the Committee of Sponsoring Organizations of the Treadway Commission in Internal Control-Integrated Framework (the COSO criteria) but not the one issued by Business Accounting Council.
- (2) The scope of financial reporting includes the consolidated financial statements, but excludes the internal control as relates only to the individual financial reporting and to the disclosures which have a significant influence on the reliability of financial statements and are included other than in the Status of Accounting.

Special Note

Makita prepares this Report in accordance with the terms, form and procedures required in the Management's Report on Internal Control over Financial Reporting in the United States of America since we register our ADRs with the SEC. On April 11, 2013, we applied to the SEC for termination of registration of our ADRs. We anticipate that the registration will be terminated on July 10, 2013.