For immediate release

August 28, 2003

Company name: **Makita Corporation**

Representative: Masahiko Goto, President

Code number: 6586

Stock exchange listings: First sections of the Tokyo and Nagoya stock exchanges

Announcement About the Transfer of Real Estate Assets

1. Reason for Transfer

Makita's head office is in Anjo City, Aichi Prefecture. The central medical care facility in the northern portion of Anjo City, Yachiyo Hospital, has found it necessary to relocate its operations due to the aging of its current facility and the revision of Japan's Medical Treatment Law. In view of this, aiming to contribute to the society of its home region, Makita decided to transfer a portion of the land and buildings of its No. 3 Plant to Yachiyo Hospital. In connection with this, it was also decided to transfer land to the government of Anjo City for use as a public parking lot.

2. Assets to Be Transferred

Description of asset	Book value	Transfer price	Current status
Land and buildings at 2-249-1, Sumiyoshi-cho, Anjo City, Aichi Prefecture Land area; 32,389m^2 Building floor space: 20,413m^2	¥ 799 million	¥ 3,963 million	Used as a corporate parking lot and for other purposes until early August, 2003

Note: Of the assets described above, 18,670m^2 of land and all the buildings are to be transferred to Yachiyo Hospital, while 13,719m^2 of land is to be transferred to Anjo City.

3. About the Receivers of the Assets

Name	Shinwakai Foundation Yachiyo Hospital Medical Corporation	Anjo city Land Development Public Corporation
Address	1-10-13, Toei-cho, Anjo City, Aichi Prefecture	18-23, Sakuramachi, Anjo City, Aichi Prefecture
Representative	Taichiro Sato	Kenji Omi
Capital	¥453 million (as of March 31, 2003)	-
Primary business	General hospital	Purchased on behalf of Anjo City for public use
Relationship with Makita	No special relationship	No special relationship

4. Date of Asset Transfer

August 28, 2003	Contract signing
September 18, 2003	Transfer of land and buildings ownership (to Yachiyo Hospital)
By March 31, 2004	Transfer of land ownership (to Anjo City Land Development Public Corporation)

5. Projection of Performance in the Current Fiscal Year

Estimates of the profits realized in connection with the asset transfers have already been included among bases for performance projections.

(Reference) Projected Performance in the Current Fiscal Year and Actual Performance in the Previous Fiscal Year

Consolidated Performance (Announced on July 31, 2003) (millions of yen)

	Interim Period			Full Fiscal Year		
	Net sales	Income before income taxes	Net income	Net sales	Income before income taxes	Net income
Consolidated performance (Fiscal year ending March, 31, 2004)	87,000	8,200	4,000	176,500	14,200	7,000
Consolidated performance (Fiscal year ended March, 31, 2003)	87,648	4,423	3,137	175,603	9,292	6,723

Non-consolidated Performance (Announced on April 25, 2003) (millions of yen)

	Interim Period			Full Fiscal Year		
	Net sales	Ordinary income	Net income	Net sales	Ordinary income	Net income
Non-consolidated performance (Fiscal year ending March, 31, 2004)	43,000	4,000	3,800	86,000	7,800	5,200
Non-consolidated performance (Fiscal year ended March, 31, 2003)	42,651	3,364	1,380	86,132	7,551	1,494

FORWARD-LOOKING STATEMENTS
This document contains forward-looking statements based on Makita's own projections and estimates. The power tools market, where Makita is mainly active, is subject to the effects of rapid shifts in economic conditions, demand for housing, currency exchange rates, changes in competitiveness, and other factors. Due to the risks and uncertainties involved, actual results could differ substantially from the content of these statements. Therefore, these statements should not be interpreted as representation that such objectives will be achieved.