

For immediate release

July 31, 2007

Company name: **Makita Corporation** Representative: Masahiko Goto, President

Code number: 6586

Announcement of Dissolution of a Subsidiary

At a meeting of the board of directors held today it was decided to dissolve Makita (Shanghai) Trading Co., Ltd. ("MST") of which is a wholly owned subsidiary of Makita Corporation ("Makita").

As a result, Makita has 46 subsidiaries (42 overseas subsidiaries) and two domestic companies which is the equity method basis*.

1. Reasons for dissolution

MST was established in March 2001 with the purpose of exporting or importing products, parts and materials to and from China, but its business has been transferred to the two production companies, in Kunshan, Jiangsu, Makita (China) Co., Ltd. and Makita (Kunshan) Co., Ltd., since April, 2007. Makita expect to complete this transfer in September of this year. Subsequent to this, MST will have no further function and hence is to be dissolved.

2. Summary of the dissolved subsidiary (as of June 30, 2007)

Company Name Makita (Shanghai) Trading Co., Ltd.

Address Block A, 70 Fu Te Dong Yi Road, Waigaogiao Free Trade

Zone, Shanghai 200131

Establishment March 21, 2001 Representative Kazuya Nakamura Capital 17 million RMB

Employees 18 Makita Ownership 100%

3. Dissolution schedule

It is anticipated that liquidation to be completed by the end of March 2008.

4. Outlook

The impact on consolidated and non-consolidated results for the year ending March 31, 2008 will be insignificant.

^{*} The number of consolidated domestic subsidiaries and the number of equity-method subsidiaries each increased by two as of May 15, 2007 because Fuji Robin Industries Ltd. became a subsidiary. As of August 1, 2007, Fuji Robin will be renamed as Makita Numazu Corporation.