(8920 JASDAQ)

March 14, 2011

Announcement of Effect of Earthquake in the Pacific Coast of the Tohoku Region

TOSHO Co., Ltd. extends its deepest condolences to victims who have been affected by the earthquake off the Pacific Coast of Tohoku that occurred on March 11, 2011.

The current situation of TOSHO is as follows.

1.Damage situation

(1) Situation of human damage

From what we can confirm at this point based on the information we have been able to gather, there is no serious damage to our employees.

(2) Situation of TOSHO sports clubs

TOSHO has closed some of our sports clubs or shortened operating hours due to fallen equipment and damage to buildings.

* For more information about the operating hours of the sports clubs, please visit http://www.holiday-sc.jp/

2.Effect of Tokyo Electric Power Company's planned outages

TOSHO plans to operate our sports clubs except during power outages planned by Tokyo Electric Power Company. However, some sports clubs will bring forward their closing hours.

TOSHO will work to limit the use of non-critical power.

* For more information about the operating hours of the sports clubs, please visit http://www.holiday-sc.jp/

3. Effect on operating results

TOSHO is currently conducting an examination of damage caused by the earthquake. An announcement will be made promptly if a significant impact on the company's operating results is foreseen.