

July 17, 2008

Company: LAC Holdings, Inc.
Representative: Gen Mishiba, President, CEO, and COO
Stock Code: 3857 (OSE Hercules Securities Market and
JASDAQ Exchange)
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To whom it may concern:

**Information on the Establishment of a Subsidiary Firm to Assume
the Acquired Business Operations of NIWS Co. Ltd. and NIWS Co. HQ Ltd.**

This is to inform you about the decision our company reached today during a board meeting that regards the creation of a new subsidiary firm as outlined below.

Details

1. Objectives in Establishing a Subsidiary

The subsidiary firm is going to be created in preparation for the takeover of the dealership business operations of NIWS Co. Ltd. and NIWS Co. HQ Ltd., which is currently undergoing Civil Rehabilitation bankruptcy proceedings.

2. Overview of the Subsidiary's Registration of Incorporation

- (1) Corporate Name: IT Crew Co., Ltd.
- (2) Address: Kayabacho-First Bldg, 1-17-21 Shinkawa, Chuo-ku, Tokyo
- (3) Representative: Yoshitaka Oka
- (4) Date of Establishment: July 17, 2008
- (5) Business Activities: development and sales of a variety of computer software; sales, installation, and maintenance of computers and computer peripherals
- (6) Company Capitalization: ¥10 million
- (7) Primary Shareholder: LAC Holdings, Inc. 100%
- (8) Fiscal Year-End: March 31

3. Future Outlook

The establishment of this subsidiary is preparatory as outlined above, so we plan to consider details such as the board make-up (which would include the representative mentioned above), company organization, capital, and results outlook with the signing of the business acquisition contract. These details will be published once they have been finalized.