

Notice of Determination of Number of Shares to Be Issued in Private Placement of New Shares

SURUGA CORPORATION (the "Company") announced today that the Company has received a notice from a party that will receive the allotment of new shares of the Company by way of private placement, which was resolved at a meeting of the Board of Directors held on January 11, 2007 along with a resolution to issue new shares in a public offering and in a secondary offering by way of over-allotment, that the party will make an application for all shares to be issued. Details are as follows:

Details

(1) Number of new shares to be issued (Number of shares to be issued: 120,000 shares)	120,000 shares
(2) Total amount to be paid in	1,010,040,000 yen (8,417 yen per share)
(3) Amount of increase in share capital	505,020,000 yen
(4) Amount of increase in capital reserve	505,020,000 yen
(5) Date of application:	Monday, February 26, 2007
(6) Date of payment:	Tuesday, February 27, 2007

<Reference>

1. In relation to the issuing of new shares in a public offering conducted based on a resolution at a meeting of the Board of Directors held on January 11, 2007, the Company made a separate secondary offering of 120,000 common shares which Shinko Securities Co., Ltd. will borrow from shareholders of the Company (the "secondary offering by way of over-allotment") along with, and taking into consideration market demand for, the public offering. The private placement of new shares will be made to Shinko Securities Co., Ltd. in association with the secondary offering by way of over-allotment.
2. Changes in the total number of issued shares through this private placement of new shares
Current number of issued shares (as of February 23, 2007):13,025,907 shares
Increase in number of shares 120,000 shares
Number of issued shares after the private placement of new shares 13,145,907 shares
3. Use of proceeds from the private placement of new shares
The estimated net proceeds of 7,690,640,000 yen, being the sum of the estimated net proceeds of 1,005,040,000 yen from the private placement of new shares and the estimated net proceeds of 6,685,600,000 yen from the issuance of new shares in a public offering resolved on the same day as the private placement of new shares, shall be used to acquire real estate and as operating funds to enable the Company to expand its operations.