

March 25, 2007

Notice of Revision of Conversion Price of Convertible Bonds with Stock Acquisition Rights

Nippon Flour Mills Co., Ltd. (President: Wataru Aosaki) announced today that it has decided to revise the conversion price of the first series of unsecured convertible bonds with stock acquisition rights. The details are as follows.

1.	Revision of conversion price		
	(Issue)	(New conversion price)	(Current conversion price)
	Nippon Flour Mills Co., Ltd. First Series of Unsecured Convertible Bonds with Stock Acquisition Rights with 130% Call Option Term (with term on downward revision of the conversion price and special provision regarding the same rank among convertible-bond-type bonds with stock acquisition rights)	504 yen	629 yen

2. Date of application From Friday, April 13, 2007

3. Reason for revision

Due to application of the provision on the revision of the conversion price provided for in the Bond Management Agreement for the convertible bonds with stock acquisition rights in question.

(Reference) First Series of Unsecured Convertible Bonds with Stock Acquisition Rights

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|------------------------------------|----------------|
| (1) Date of resolution on issuance | March 4, 2005 |
| (2) Date of issuance | March 22, 2005 |
| (3) Total value of bonds | 8 billion yen |
| (4) Maturity date | March 31, 2010 |