



January 13, 2012

Company name: Nitta Gelatin Inc.
Representative: Norimichi Soga, Representative Director and President
(Stock code: 4977: Second Section of Tokyo Stock Exchange)
Contact: Tsuneo Sasaki, Director and Managing Executive Officer,
General Manager of General Affairs Division
Tel: +81-72-949-5381

Notice Regarding Results of Capital Increase Through Third-Party Allotment

Nitta Gelatin Inc. today announced that it has been notified by SMBC Nikko Securities Inc., the recipient of the allotment, that it will be subscribing to an allotment of 255,200 shares of Nitta Gelatin common stock in regard to the issuance of new shares for third-party allotment (capital increase through third-party allotment) of 542,000 shares of Nitta Gelatin common stock that was decided at meetings of the Board of Directors of Nitta Gelatin on November 15 and December 2, 2011.

Nitta Gelatin has offered 542,000 existing shares of Nitta Gelatin common stock (hereafter, "Existing shares on offer to cover over-allotments") to SMBC Nikko Securities Inc. as the Offer Underwriter. This was in connection with the issuance of new shares, disposal of treasury stock and offer of existing shares through purchase and sale by the underwriter in conjunction with the listing of the Company's common stock on the Tokyo Stock Exchange.

This capital increase through third-party allotment of new shares to SMBC Nikko Securities Inc. is being conducted for the purpose of returning shares of Nitta Gelatin common stock borrowed from Nitta Gelatin shareholder IBP Co., Ltd. and put on offer to cover over-allotments.

Nitta Gelatin will not issue 286,800 new shares that were not subscribed by SMBC Nikko Securities Inc. due to forfeiture.

1. Outline of Shares to Be Issued for Subscription

- (1) Number of Shares to Be Issued
Nitta Gelatin common stock 255,200 shares
- (2) Amount to Be Paid In ¥425 per share
- (3) Total Amount to Be Paid In ¥108,460,000
- (4) Allotment Price ¥462.50 per share
- (5) Total Allotment Price ¥118,030,000
- (6) Matters Concerning the Amount of Increase in Capital and Capital Reserves
Increase in Capital ¥231.25 per share
Increase in Capital Reserves ¥231.25 per share
- (7) Number of Shares and Recipient of the Allotment: SMBC Nikko Securities Inc.
255,200 shares
- (8) Subscription Unit 100 shares
- (9) Subscription Deadline Tuesday, January 17, 2012
- (10) Due Date of Payment: Wednesday, January 18, 2012

Note: The Amount to Be Paid In is the amount of payment stipulated in Article 199, Paragraph 1, Item 2 of the Companies Act. The Amount to Be Paid In by the recipient of the allotment shall be the allotment price (the same as the underwriting price for the issuance of new shares, disposal of treasury stock and offer of existing shares in conjunction with the listing on the Tokyo Stock Exchange).

2. Total Number of Shares Issued and Changes in Capital After Capital Increase Through Third-Party Allotment of Shares

Total number of shares issued before capital increase: 15,514,874 shares

(Amount of capital before capital increase: ¥1,518,106,250)

Increase in number of shares after capital increase: 255,200 shares

(Increase in amount of capital: ¥59,015,000)

Total number of issued shares after capital increase: 15,770,074 shares

(Amount of capital after capital increase: ¥1,577,121,250)

3. Use of Proceeds

Nitta Gelatin plans to allocate the estimated proceeds of ¥117,616 thousand from the capital increase through third-party allotment of shares to production facilities for collagen peptide and collagen casing, in addition to upgrades of gelatin production facilities. Nitta Gelatin's policy is to invest the proceeds in highly secure financial instruments and other vehicles until the proceeds are allocated.