



July 22, 2013

Company name: Nitta Gelatin Inc.  
Representative: Norimichi Soga, Representative Director and President  
(Stock code: 4977; First Section of Tokyo Stock Exchange)  
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## Notice of Decision on Subscription Price and Offer Price

Nitta Gelatin Inc. has announced its decision on the subscription price and offer price as regards the issuance of new shares and the offer of existing shares, which was resolved at a Board of Director's meeting held on July 10, 2013, with details as follows.

### 1. Issuance of New Shares for Public Subscription (Public Subscription)

(1) Subscription price (public subscription price): ¥1,256 per share

(2) Total subscription price: ¥3,014,400,000

(3) Amount to be paid in: ¥1,204.2 per share

(4) Total amount to be paid in: ¥2,890,080,000

(5) Amount of Increase in Capital and Capital Reserves:

Amount of increase in capital ¥1,445,040,000

Amount of increase in capital reserve ¥1,445,040,000

(6) Subscription Period: From Tuesday, July 23, 2013 to Wednesday, July 24, 2013

(7) Due Date of Payment: Monday, July 29, 2013

(8) Delivery Date of Shares: Tuesday, July 30, 2013

Note: The underwriter shall purchase Nitta Gelatin shares at the amount to be paid in, and underwrite them for subscription at the subscription price (public subscription price).

### 2. Offer of Existing Shares (Existing Shares on Offer to Cover Over-allotments)

(1) Number of Existing Shares on Offer: 360,000 shares

This document is intended as a press release to publicize Nitta Gelatin Inc.'s issuance of new shares for public subscription and offer of existing shares, and was not prepared for the purpose of soliciting investment. When making an investment decision, please refer to the "Registered Prospectus on the Issuance of New Shares and Offer of Existing Shares (along with errata)" prepared by the Company. All investment decisions should be made solely at the discretion of the investor.

- (2) Offer Price: ¥1,256 per share
- (3) Total Offer Price: ¥452,160,000
- (4) Subscription Period: From Tuesday, July 23, 2013 to Wednesday, July 24, 2013
- (5) Delivery Date of Shares: Tuesday, July 30, 2013

### 3. Issuance of New Shares for Third-Party Allotment (the "Third-Party Allotment")

- (1) Amount to Be Paid In: ¥1,204.2 per share
- (2) Total amount to be Paid In: Up to ¥433,512,000
- (3) Amount of Increase in Capital and Capital Reserves:
  - Amount of Increase in Capital Up to ¥216,756,000
  - Amount of Increase in Capital Reserves Up to ¥216,756,000
- (4) Subscription Date: Tuesday, August 27, 2013
- (5) Due Date of Payment: Wednesday, August 28, 2013

## Reference

### 1. Calculation of Subscription Price and Offer Price

- (1) Calculation record date and price: Monday, July 22, 2013 ¥1,295
- (2) Discount rate: 3.01%

### 2. Green Shoe Option Exercise Period

Friday, August 23, 2013

### 3. The Syndicate Cover Transaction Period

From Thursday, July 25, 2013 to Friday, August 23, 2013

### 4. Use of proceeds from current fund procurement

Nitta Gelatin is estimating total proceeds of up to 3,301,051,000 yen, comprising proceeds of 2,869,736,000 yen from the public subscription and proceeds of up to 431,315,000 yen through the third-party allotment of new shares to be approved at the Board of Directors meeting held on the same day as the public subscription. Of this amount, the Company has allocated 1,402,000,000 yen for use from April 2013 to March 2015 to fund capital investment at Nitta Gelatin's Osaka Plant (552,000,000 yen for gelatin production facilities and 850,000,000 yen for construction of an adhesives office and new laboratory, etc.). The Company has also allocated 1,797,753,000 yen for use by March 2015 to fund investment and loans to Nitta Gelatin's consolidated subsidiaries. Any remaining amount is scheduled to be allocated for use by March 2014 to fund the repayment of short-term loans payable.

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In regard to the use of funds by the recipients of investment and loans, the Company plans to allocate 1,347,753,000 yen for use by March 2014 for collagen peptide production facilities at Nitta Gelatin USA, Inc. and 450,000,000 yen for use by March 2015 for collagen casing production facilities at Nitta Casings Inc.

The Company's policy is to invest the proceeds in highly secure financial instruments and similar investments until the scheduled period of allocation.

For details on the capital investment plans of the Company and its consolidated subsidiaries, please see the press release entitled “Notice of Issuance of New Shares and Offer of Existing Shares” issued on July 10, 2013.

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