

January 9, 2009

Company name	CREED Corporation
Ticker	8888 (Listed on First Section of Tokyo Stock Exchange)
Representative name	Toshihiko Muneyoshi Representative Director & President
Contact	Takeshi Sugahara, Director TEL+81-3-6214-5507

Notice Regarding Petition for Corporate Reorganization Proceedings

We hereby announce that based on the resolution of the Board of Directors we filed a petition for corporate reorganization with the Tokyo District Court today. The Court has accepted the petition and issued a preservative disposition order (an order prohibiting payment of liabilities), a comprehensive prohibition order (an order prohibiting compulsory execution) and a supervision/examination order. Please see below for details:

1. Reason for Petition

Since the subprime mortgage crisis in 2007, we have taken initiatives in response to the declining market conditions, ranging from decreasing our debts by over JPY 20 billion by asset disposal to divesting our J-REIT business and rationalizing our cost structure by headcount cut. Unfortunately, however, we have come to the point where we have payment problems as the scale and rate of the market deterioration has surpassed our expectations and efforts; we have been unable to repay the debts which are due late December 2008 or afterwards and have few prospects of repaying them in the near future.

Therefore, we filed a petition for corporate reorganization today as we believe that this is the only choice for us to minimize the impacts on our stakeholders.

2. Total Liabilities

Approximately JPY 65 billion (as of October 31, 2008)

3. Outlook

Under the supervision of the supervisor/examiner appointed by the Court, we will continue our operations and seek to reorganize our businesses.

4. Application for Examination of Rehabilitation Plan under Article 605 (1) of the Securities Listing Registrations of the Tokyo Stock Exchange

Not Applied

<Reference>

1. Details of Petition

(1) Date of Petition: January 9, 2009

(2) Court of Petition: Tokyo District Court

(3) Case Code and Case Name

No. 1 (Corporation Reorganization) of 2009

Petition for Commencement of Corporate Reorganization Proceedings

(4) Petitioning Agent

Attorneys-at-law:

Eiji Katayama

Kazuyuki Taguchi

Naho Ebata

Akiko Kojima

Toshiyasu Suzaki

Yuko Omae

Hiroaki Tanaka

Nobuyuki Kawai

Kazuki Shishido

Tadasu Tanimoto

2. Overview of the Company

(1) Name

CREED Corporation

(2) Address

(Registered Address)

3-2-8 Uchikanda, Chiyoda-ku, Tokyo, Japan

(Headquarters Address)

1-8-6 Nihonbashi-muromachi, Chuo-ku, Tokyo, Japan

(3) Date of Establishment

June 11, 1996

(4) Representative

Toshihiko Muneyoshi, Representative Director & President

(5) Main Business

Real Estate Investment

(6) Capital Stock

JPY 4,334 million

(7) Shares

Type of Shares Issued: Ordinary Share

Total Number of Shares Authorized to be Issued: 381,696

Total Number of Shares Issued: 168,812

(8) Shareholding (as of November 30, 2008)

Number of Shareholders: 12,509

Ten Largest Shareholders

Name	Number of Shares	%
Ichigo Asset Trust	33,123	19.62%
Toshihiko Muneyoshi	13,887	8.22%
ABN Amro Bank NV European Hub	8,237	4.87%
State Street Bank and Trust Company	7,093	4.20%
Japan Trustee Services Bank, Ltd.	3,996	2.36%
Citibank Japan Ltd. (Account for disposing collateral)	3,933	2.32%
Japan Securities Finance Co., Ltd.	3,442	2.03%
Lehman Brothers Japan INC.	2,439	1.44%
CBHK S/A PBG CLIENTS SG	2,405	1.42%
CITIBANK HONG KONG PBG CLIENTS HK	2,173	1.28%

(9) Directors and Auditors

Representative Director	Toshihiko Muneyoshi
Director	Kazuhiro Okabe
Director	Takeshi Sugahara
Corporate Auditor	Hideki Miyamoto
Corporate Auditor (outside)	Ryuichi Okuyama
Corporate Auditor (outside)	Fuminari Hako

(10) Employees

61 full-time employees

(11) Labor Union

No labor union exists.

(12) Financial Highlights

<Consolidated>

Unit: JPY million

	FY May 2006	FY May 2007	FY May 2008
Sales	22,959	40,076	42,300
Operating Profit	7,424	10,789	8,867
Ordinary Profit	6,473	8,889	7,395
Net Profit	4,167	4,641	2,774

<Non-consolidated>

Unit: JPY million

	FY May 2006	FY May 2007	FY May 2008
Sales	19,640	19,737	33,193
Operating Profit	5,139	6,644	7,954
Ordinary Profit	4,792	6,187	8,824
Net Profit	3,531	4,331	5,170