

September 27, 2005

To whom it may concern

Company name	Creed Corporation
Representative	President and CEO
n a m e	Toshihiko Muneyoshi
Code number	8888 First Section of Tokyo Stock Exchange
C o n t a c t	Director, Finance and Account Manager Takeshi Sugahara
	(T e l : 0 3 - 3 5 0 0 - 3 3 0 0)

Notice of Conditions for Issuance of Stock Options (Equity Warrants)

Creed Corporation announces that a meeting of the Board of Directors held on September 27, 2005 decided on the specific conditions for the issuance of equity warrants as stock options. The conditions are based on the provisions of Articles 280-20 and 280-21 of the Commercial Code and are as approved at the ninth ordinary general meeting of shareholders of the Company. Details are as follows:

Note

1. Date of issue of equity warrants

October 3, 2005 (plan)

2. Number of equity warrants to be issued

2900 (one share per equity warrant)

3. Issue price of equity warrant

Equity warrants shall be issued free of charge.

4. Type and number of shares as the object of equity warrants

2990 common shares of the Company

5. Amount to be paid when exercising an equity warrant

Yet to be decided

The amount of payment shall be obtained by multiplying the average of the closing prices for ordinary transactions of common shares of the Company at the Tokyo Stock Exchange in all days of the month preceding the month in which the date of issue of equity warrants fell (excluding days when no share transactions were made) by 1.05 (rounded up to the nearest whole yen). However, if the amount of payment is lower than the closing price on the date of

issue of equity warrants (if no share transactions were made on the date of issue of equity warrants, it shall be the closing price on the immediately preceding day), the closing price shall become the amount of payment.

6. Total issue price of shares to be issued through the exercise of equity warrants

Yet to be decided

The total amount of the issue price shall be obtained by multiplying the amount to be paid when exercising an equity warrant as set out in 5., above, by the number of shares as the object of equity warrants (2990 shares).

7. Period for exercise of equity warrant

From August 27, 2007 to August 31, 2011

8. Other conditions for the exercise of equity warrant

The partial exercise of an equity warrant shall not be allowed.

9. Amount of capitalization included in the issue price of a share to be issued through the exercise of equity warrants

Yet to be decided

The amount of capitalization shall be obtained by multiplying the amount to be paid when exercising an equity warrant as set out in 5., above, by 0.5. The results of the calculation shall be rounded up to the nearest whole yen.

10 . Matters concerning the transfer of equity warrants

The transfer of the equity warrant shall require the approval of the Board of Directors of the Company.

11 . Persons receiving allotment of equity warrants

The equity warrants will be allotted to 138 persons including the directors and employees of the Company and the subsidiaries of the Company.

(Reference)

(1) Date of Board of Directors' resolution concerning the proposition to the ordinary general meeting of shareholders: July 26, 2005

(2) Date of resolution at the ordinary general meeting of shareholders of the Company: August 26, 2005