

**"Notice of Stock Split and Revision in Forecast Dividend  
for the Fiscal Year Ending April 2006"**

On January 5, 2006, the Board of Directors of ITO EN, LTD. approved a stock split and a revision in the forecast dividend for the fiscal year ending April 2006 as follows.

- Notice -

**I . Stock Split****1 . Reason for the Stock Split**

The stock split is being effected as a means to make it easier for investors to invest in the company by improving the market liquidity for the stock and expanding the universe of potential investors.

**2 . Overview of the Stock Split****( 1 ) Stock Split Method**

Beneficial shareholders of record as of the close of business on February 28, 2006 (Tuesday) will be issued 2 new shares for each share held as reflected in the shareholder record.

**( 2 ) Increase in Shares as a Result of the Stock Split**

The number of total issued common shares at the close of business on February 28, 2006 will be increased by a factor of 1.

**3 . Date of Issue: March 1, 2006 (Wednesday)****4 . Date of Share Exchange: April 21, 2006 (Friday)****5 . Dividend Determination Date: November 1, 2005 (Tuesday)****6 . Increase in Total Number of Shares Issued by the Company**

As a result of the above-described stock split and in accordance with regulations as outlined in Article 218 of the Commercial Code, Article 5 of the Company's Articles of Incorporation will be amended on March 1, 2006 in order increase the total amount of issued shares by 80,000,000 shares to 160,000,000 shares.

**7 . Other important matters pertaining to the stock split will be decided upon  
at future Board of Director meetings.****II . Revision of Forecast Dividend for the Fiscal Year Ending April 2006**

Commensurate with the above stock split and as a means of thanking the Company's existing shareholders for their support, the forecast dividend per share for the end of the fiscal year ending April 2006 that was announced on June 7, 2005 has been revised as follows.

In addition, the revised dividend per share for the end of the period, adjusted for the stock split, represents an effective ¥5 per share dividend increase compared to the prior forecast.

	Interim Dividend Per Share	End of Fiscal Year Dividend Per Share	Annual Dividend Per Share
Previous Forecast (June 7, 2005)	¥35.00	¥35.00	¥70.00
Revised Forecast	¥35.00	¥20.00	¥55.00
(Reference) Fiscal Year Ending April 2005 Actual	¥25.00	¥45.00	¥70.00