

January 29, 2008

To all the members

Name of the Company: Daiwabo Information System Co., Ltd.

Representative: Hirokazu Matsumoto, President and CEO

(Code: 9912 First Section of Tokyo Stock Exchange/Osaka Securities Exchange)

Contact person: Yoshio Koyama, Managing Director

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On the Submission of a Change Report by Effissimo Capital Management Pte Ltd.

Daiwabo Information System has implemented the procedure for requesting information disclosure (hereafter referred to as the policy) as announced in our press release “Notice of Introduction of a Procedure for Requesting Information Disclosure on Stock Purchases” dated December 7, 2007. The policy is designed to ask those acquiring our stock to provide inquired information and to allow sufficient time for our shareholders to consider whether purchasing our stock can contribute to their security and improve our corporate value and the common interests of our shareholders. This includes such matters as the management policies and business plans of the acquirers, profiles of the acquirers and the impact of the stocks acquisition on our shareholders, the management and any other parties concerned if any action is taken to acquire our stocks in massive quantities (hereafter referred to as massive stocks acquisitions).

We ask acquirers to respect the policy by, for example, refraining from purchasing stocks that would increase their holding by 1% or more until the end of the consideration period stipulated in the policy if their holding already exceeds 20% as of the effective date of the policy in view of securing and improving our corporate value and the common interests of our shareholder.

However, we have to announce that Effissimo Capital Management Pte Ltd. (hereafter referred to as Effissimo) presented us with a report stating that it had increased its holding to 32.76% (33.21% of total shareholder voting rights, see our press release dated today “Notice of Change of Largest Shareholder”) as it continued to acquire our stocks after December 11, 2007 when it provided us with an outline of actions related to the purchase of our stocks based on the policy, increasing their holding by about 9%.

We, by paying respect to the opinions, etc. of the Independent Committee, will continue to consider appropriate responses based on the provisions of the policy and in view of securing and improving our corporate value and the common interests of our

shareholders.

On January 18, 2007, and based on the policy, we asked Effissimo for additional information so that our shareholders could make appropriate decisions (See our press release of the same date “On Request for Additional Information regarding Response Letter to List of Required Information”), but have not yet received any response from Effissimo.

Please see the exhibit for the progress status of the procedure of the policy.

Exhibit

Progress status of the procedure of the Policy

	Action by Daiwabo Information System	Action by Effissimo
2007		
Dec. 7 (Fri)	Press Release “Notice of Introduction of a Procedure for Requesting Information Disclosure on Stock Purchases”	
Dec. 10 (Mon)	“An outline of actions related to the purchase of our stocks” describing actions subject to the policy in our predetermined format was presented to Effissimo.	Acquired 3,000 Daiwabo Information System stocks (0.02%) (*).
Dec. 11 (Tue)		“The outline of actions related to the purchase of our stocks” was presented to Daiwabo Information System.
Dec. 12 (Wed)	Press Release “On Receipt of Document of Stock Purchase”	
Dec.13(Thu)		Acquired 25,000 Daiwabo Information System stocks (0.13%) (*).
Dec.14(Fri)		Acquired 44,000 Daiwabo Information System stocks (0.23%) (*).
Dec.17(Mon)		Acquired 500 Daiwabo Information System stocks (0.00%) (*).
Dec.19(Wed)	Independent Committee meeting held.	Acquired 7,000 Daiwabo Information System stocks (0.04%) (*).
Dec.20(Thu)		Acquired 26,500 Daiwabo Information System stocks (0.14%) (*).

Dec.25(Tue)	Independent Committee meeting held.	Acquired Information (0.01%) (*)	1,500 System	Daiwabo stocks
Dec.26(Wed)	List of required information presented to Effissimo. Press Release “On the Issuance of a List of Required Information about the Purchase of Our Stocks”	Acquired Information (0.01%) (*)	2,500 System	Daiwabo stocks
Dec.27(Thu)		Acquired Information (0.09%) (*)	16,500 System	Daiwabo stocks
Dec. 28 (Fri)		Acquired Information (0.17%) (*)	33,000 System	Daiwabo stocks
2008				
Jan. 4 (Fri)		List of required information presented to Daiwabo Information System.		
Jan. 7 (Mon)	Press Release “On Receipt of a Response Letter to a List of Required Information”			
Jan. 10 (Thu)	Independent Committee meeting held.			
Jan. 16 (Wed)		Acquired Information (0.04%) (*)	8,000 System	Daiwabo stocks
Jan. 17 (Thu)	Independent Committee meeting held.			
Jan. 18 (Fri)	“Request for Additional Information” presented to Effissimo. Press Release “On Request for Additional Information regarding Response Letter to List of Required Information”	Letter presented to Daiwabo Information System stating that “Effissimo believes no further negotiations with Daiwabo Information System Board of Directors on and cooperation for the procedure of the policy are necessary.”		
Jan. 21 (Mon)	Letter presented to Effissimo asking them to clarify the intent of Effissimo’s	Acquired Information	169,500 System	Daiwabo stocks

	letter including Effissimo's willingness to respond to "Request for Additional Information."	(0.88%) (*).
Jan. 22 (Tue)		Acquired 292,500 Daiwabo Information System stocks (1.52%) (*).
Jan. 23 (Wed)		Acquired 306,000 Daiwabo Information System stocks (1.59%) (*).
Jan. 24 (Thu)		Acquired 130,500 Daiwabo Information System stocks (0.68%) (*). In response to Daiwabo Information System's question dated January 21, a letter was presented to Daiwabo Information System stating that "Effissimo has not changed its policy of refusing cooperation on the policy."
Jan. 25 (Fri)		Acquired 269,000 Daiwabo Information System stocks (1.39%) (*).
Jan. 28 (Mon)	Independent Committee meeting held.	Acquired 374,000 Daiwabo Information System stocks (1.94%) (*). Presented Daiwabo Information System with a report on change including the percentage of Daiwabo Information System stocks owned by Effissimo increasing to 32.76%.
Jan. 29 (Tue)	Press Release "On the Submission of a Change Report by Effissimo Capital Management Pte Ltd."	

(Note) (*) in the above table indicates a posting from the report of change presented by

Effissimo on January 28, 2008.