

April 23, 2008

Press Release

Daiwa Securities SMBC Co. Ltd.

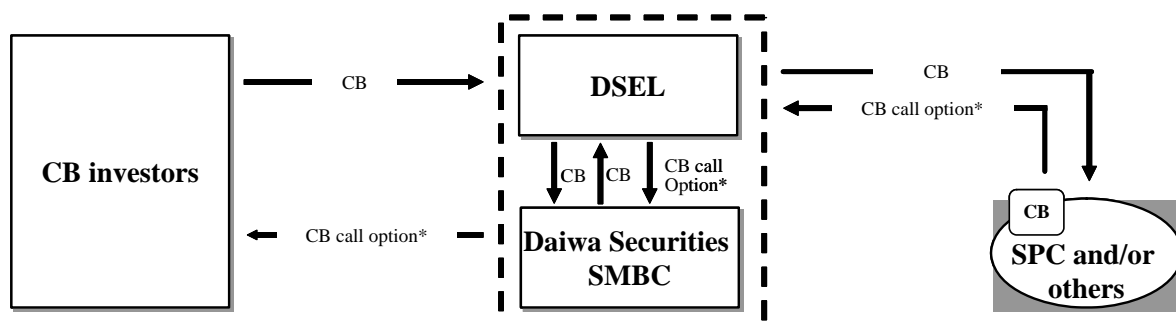
Regarding Transaction of Convertible Bonds

Attention

This document is an unofficial translation and summary of a press release announced on April 23, 2008 by Daiwa Securities SMBC Co. Ltd. The original press release is in Japanese.

Daiwa Securities SMBC Europe Limited (DSEL: 100% subsidiary of Daiwa Securities SMBC)¹ shall conclude “NOTE PURCHASE, PAYING AND EXERCISE AGENCY AGREEMENT” with EDION Corporation for JPY Convertible Notes due May 10, 2013 (CBs), as stated on announcement by EDION Corporation on April 23, 2008.

Special purpose company and/or others (SPC) shall sell CB call options when SPC purchases CBs, and eventually CB investors shall purchase CB call options (See below for details).



*Securities OTC derivative agreements shall be concluded.

CB investors shall conclude securities OTC derivative agreements with either Daiwa Securities SMBC or DSEL.

SPC shall purchase CBs purely for the purpose of investment on its bond part. SPC has no intention to exercise stock acquisition rights for EDION Corporation common stocks in order to exercise voting rights. As of this press release, purchase of CBs by SPC and the amount (maximum of 15 billion Yen) are not yet decided.

End

¹ A contracting party: Daiwa Securities SMBC Europe Limited, London, Geneva Branch