



ANNUAL REPORT **2009** | PARAMOUNT BED CO., LTD.

Statement:

As Human, for Human

Paramount Bed Co., Ltd., founded in 1947, is a pioneer in the field of medical beds. Using its own unique integrated production system, it has been providing products designed not only to improve conditions for convalescing patients, but also to facilitate the work of caregivers for more than half a century. With the aging of the Japanese population, in recent years it has expanded its scope of business to cover facilities for the elderly and home nursing care, developing home-care beds and various other types of welfare equipment. These initiatives are in line with Paramount Bed's goal of creating a patient-friendly healthcare environment.

The Paramount Bed group consists of Paramount Bed and 8 consolidated subsidiaries and 2 affiliated companies (as of March 31, 2009). In the fiscal year to March 2009, it had net sales of ¥39,821 million, operating income of ¥1,843 million, and net loss of ¥484 million. Paramount Bed is Japan's leading maker of medical beds and has acquired a strong reputation, as reflected in its domestic market share of 70% (Paramount Bed's estimate).

Disclaimer Regarding Forward-Looking Statements

The information contained in this annual report is given for the sole purpose of providing information regarding the business performance of Paramount Bed Co., Ltd. during the fiscal year ended March 31, 2009 and is not intended to solicit investment in any securities issued by the Company. Any statements with respect to Paramount Bed's current plans, strategies, and forecasts are forward-looking statements based upon information available as of March 31, 2009 and involve known and unknown risks and uncertainties. Actual events and results may differ materially from those anticipated in these statements.

We strive to create
a comfortable healthcare environment
with advanced technology and
consideration towards users.



Kyosuke Kimura
President and Representative Director

Thank you for your strong support for Paramount Bed. The following are the general conditions of business and the settlement of accounts for the 61st term of the Company (from April 1, 2008 to March 31, 2009).

Report on Change of Presidents

On April 1, 2009, President and Representative Director Kenji Kimura assumed the position of Chairman and Representative Director as Vice-President and Representative Director Kyosuke Kimura took up the office of President and Representative Director. Steps were also taken to rejuvenate the management team. Under this new structure, our aim is to revitalize the company and make dramatic progress in developing the Paramount Bed business. We respectfully request the continued cordial support of our shareholders as we undertake these efforts.

Current Fiscal Year Performance

The current (consolidated) fiscal year ended March 2009 posted net sales of ¥39,821 million (down 1.5% year-on-year). Viewed by customer sector, sales to healthcare and care facilities for the elderly presented a challenging environment, but those targeting home nursing care have continued to perform well since the previous period.

Next, improved earnings for domestic subsidiary Sunnetwork Corporation and revisions in lease accounting standards among other factors boosted operating income to ¥1,843 million (up 16.1% year-on-year). However, ordinary income declined to

¥1,046 million (down 42.9% year-on-year) due to an increase in non-operating expenses. An increase in extraordinary losses sent net income down, resulting in a loss of ¥484 million (net income was ¥584 million in the previous year).

With regard to dividend payments for the next term, we plan to keep disbursements at the current ¥15 per share for both the interim and fiscal year-end.

Construction of World's Optimal Production System

In overseas markets, we are planning to expand our sales area to cover unpioneered regions and to conduct our sales operations so as to satisfy regional needs. On the production side, we are strengthening collaboration within our corporate group and putting together the World's Optimal Production system.

Corona Medical S.A.S. in France is moving forward with a factory reorganization plan with the aim of undertaking a comprehensive review of the profit structure. The plan will integrate the two factories currently in France so they will operate as assembly factories that procure components from subsidiaries in China.

September 2009

A handwritten signature in black ink, appearing to read 'Kyosuke Kimura', written in a cursive style.

Kyosuke Kimura
President and Representative Director

Launch of the Rakusho “S” Series, Paramount Bed’s Core Home Care Bed

—Improved Safety and Reliability

In April 2009, Paramount Bed released the Rakusho “S” Series, an electric home care bed with improved safety and reliability. This series is the successor model to our home care bed “Rakusho” (released in November 2003), of which over 330,000 have already been sold.

The Rakusho “S” Series acquired the industry’s first Welfare Equipment JIS Mark Certification for an “electric home care bed” in March 2009. The bed’s functions have been further upgraded to enhance safety and reliability, such as the width of the gap between the side rails and head/foot board being reduced and the handheld controller being equipped with a power ON/OFF function to prevent improper operation.

The frame structure was also remodeled to achieve a floor height of 20 cm when the bed is at its lowest. This is 5 cm lower than our conventional products and mitigates the impact of an accidental fall, in the unlikely event that such should occur. On the other hand, the bed’s maximum height is 65 cm, 7 cm higher than usual. This feature allows even tall caregivers to assume a position that is easy to work in, lessening the chance of any lower-back pain.



The “GX Frame” with its remodeled frame structure provides for an extra low floor height of 20 cm and a maximum floor height of 65 cm.



JIS Mark for Welfare Equipment



Main Features for the Rakusho “S” Series

- Realization of both a 20-cm extra low floor height and a maximum floor height of 65 cm
- Reduction in widths of openings between the bed side rails as well as narrowing of gaps between bed rails and head/foot boards
- Walking grips on head and foot boards (only with resin boards)
- Space-saving design allows for use in much narrower spaces than before (maximum 10% reduction in area)
- Storage for small articles and a bed board magazine rack (only with resin boards)

JIS Standard for an Electric Home Care Bed

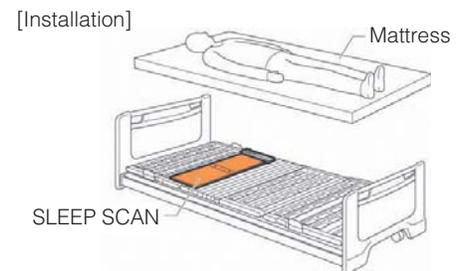
The revised Japanese Industrial Standard JIS T 9254 2009 for an “electric home care bed” was announced on March 20, 2009. This standard enhances safety by retooling conventional standards for the dimensions of gaps from the perspective of the prevention of accidents involving partial entrapment between a bed side rail and a handrail or head/foot board.

Release of the Sleep Measurement System “SLEEP SCAN” —Measures the Rhythm of Sleeping and Waking without Anything Attached to the Body

SLEEP SCAN, a sleep measurement system, went on sale in May 2009. It assesses sleeping and waking rhythms, which are then recorded, analyzed, and displayed.

SLEEP SCAN is a system for ascertaining sleeping and waking, using a highly-sensitive sensor that is laid out under the mattress to pick up body movement and other slight vibrations. With its capability for measurement without being adhered to the body, it has the advantage of being able to be used for long periods of time without inhibiting sleep. Additionally, SLEEP SCAN is not affected by sleep posture or position and can take stable measurements. It is valuable in creating care plans for elderly care facilities, hospitals, and other institutions.

Consideration is also being given to expanding its use to a variety of fields, such as healthcare, beauty, sports, and so on.



Release of the KA-64000 Series —Complete Model Change from the KA-6000 Series

The KA-64000 series, a complete model overhaul of the KA-6000 series, was released in October 2008. The KA-64000 series offers high-performance products that integrate the previous KA-6000 and ICU bed KA-8700. A wide-range of uses is envisioned for this product, from high-care units to general hospital wards. These beds are available with either Moving-with-Back-Section or All-Surrounded type bed side rails.



KA-64000 series



KA-64000 series is CE certified.

PARATECHNO to Supply Bed Washers and Other Products —Offering Comprehensive Service

PARATECHNO Co., Ltd., a subsidiary specializing in maintenance, began offering bed washers, mattress steam-cleaning devices, and shower beds for hospital bed centers in February 2009.

PARATECHNO's business is principally centered on bed maintenance and inspection, cleaning services, nursing aid work, bed center work, and similar services. In the future, it will expand to spotlight total solutions by merging the sales of bed washers and operations, offering a broader range of comprehensive services to hospitals.



Shower bed



Bed washer

Hospital Beds

Beds must provide safety, comfort and ease of operation. Our hospital bed line offers a full range, from sophisticated to standard models. The Doge is a high quality nursing-care bed that features sophisticated functionality and design. Its robust, high-quality manufacture supports modern medical care.

● Acute care (for special rooms)



Doge



Metis series

● Advanced, emergency use



KA-64000 series



KA-8010 A

Transfer Stretcher Trolley

The Stretcher Trolley transfers patients safely, helping nurses and reassuring patients.



KK-728

Beds for Elderly-Care Facilities

Falling out of bed can be a cause of serious injury for residents of elderly-care facilities. Our ultra-low Callisto Series beds reduce the risk of harm in the event of a fall. (Photo shows bed fitted with Thestor shock-absorbing mattress)



Callisto series



Woody series

Pediatric Bed, Bassinet Cart

The Pediatric Bed (KB-655) is equipped with many functions to ensure safety and operability, and is friendly to both children and nurses. The Bassinet Cart (KB-115, 116) is user-friendly for both newborn infants and their mothers. Its design, developed with the image of a young leaf in mind, gives newborns a sense of security as if they were wrapped up inside it. Green is suitable for both boys and girls and is said to be effective in calming people and softening their mood. The design of the Bassinet Cart has been highly evaluated, and won the Good Design Award 2007.



KB-655



KB-115, 116

Home-Care Products

Demand for rental home-care beds has grown rapidly since the start of the nursing-care insurance program. The Rakusho "S" Series is designed to cater to the varied needs of different users. The Scot-klean (Uri-comfort) is a urine collector that automatically activates when it detects the presence of urine.



Rakusho "S" series



Scot-klean (Uri-comfort)

Beds for the Home (INTIME)

Everyone spends time in bed, and the INTIME models are designed to facilitate deep, refreshing sleep.



INTIME 7000 series



Style Port Mattress

Bed Peripherals

● Mattresses

With elasticity similar to the human body's, the Ever Fit Mattress reduces the resistance produced when users turn over on the bed and it also stabilizes the posture during sleep.

The mattress is reversible and both sides have different functions that users can choose to suit their condition, build and preference.

We also offer the versatile Preglar Mattress, for use in hospitals, elderly-care facilities, and home care.



Ever Fit Mattress



Preglar Mattress

● Other Products

These products are based on original concepts developed by Paramount Bed. We also offer a wide range of bed peripherals, such as I.V. stand, designed to maximize usability.



Swing arm assist bar



Nursing wagon



Patient lifter



I.V. stand

Consolidated Balance Sheets

Paramount Bed Co., Ltd. and Subsidiaries — March 31, 2009 and 2008

| | Millions of yen | | Thousands of U.S. dollars |
|---|-----------------|-----------------|---------------------------|
| | 2009 | 2008 | 2009 |
| ASSETS | | | |
| CURRENT ASSETS: | | | |
| Cash and cash equivalents | ¥ 14,728 | ¥ 11,505 | \$ 149,934 |
| Notes and accounts receivable—trade | 11,949 | 14,302 | 121,643 |
| Marketable securities | 4,576 | 6,094 | 46,585 |
| Inventories | 4,998 | 3,763 | 50,881 |
| Other | 2,540 | 1,161 | 25,858 |
| Total current assets | 38,793 | 36,826 | 394,920 |
| NON-CURRENT ASSETS: | | | |
| Property, factory and equipment | 25,600 | 22,880 | 260,613 |
| Intangible assets | 2,666 | 3,628 | 27,140 |
| Investment and other assets | 12,830 | 14,863 | 130,612 |
| Total non-current assets | 41,096 | 41,372 | 418,365 |
| Total assets | 79,889 | 78,198 | 813,285 |
| LIABILITIES | | | |
| CURRENT LIABILITIES: | | | |
| Notes and accounts payable—trade | 5,090 | 5,653 | 51,817 |
| Other current liabilities | 5,822 | 5,611 | 59,269 |
| Total current liabilities | 10,914 | 11,265 | 111,107 |
| LONG-TERM LIABILITIES: | | | |
| Total liabilities | 7,184 | 2,845 | 73,134 |
| | 18,099 | 14,111 | 184,251 |
| NET ASSETS | | | |
| SHAREHOLDERS' EQUITY: | | | |
| Common stock | 6,591 | 6,591 | 67,098 |
| Capital surplus | 7,276 | 7,276 | 74,071 |
| Retained earnings | 51,671 | 53,151 | 526,021 |
| Treasury stock | (3,539) | (3,537) | (36,028) |
| Total shareholders' equity | 62,000 | 63,482 | 631,172 |
| VALUATIONS AND ADJUSTMENTS: | | | |
| Unrealized (loss) gain on available-for-sale securities | (330) | 452 | (3,359) |
| Foreign currency translation adjustments | (42) | 2 | (428) |
| Total valuations and adjustments | (373) | 454 | (3,797) |
| Minority interests | 163 | 150 | 1,659 |
| Total net assets | 61,790 | 64,087 | 629,034 |
| Total liabilities and net assets | ¥ 79,889 | ¥ 78,198 | \$ 813,285 |

Note: The approximate exchange rate in effect on March 31, 2009 was ¥98.23 = U.S.\$1.

Business Review in Fiscal 2009

Japanese economy during the current consolidated fiscal year saw the global financial crisis spread, eroding corporate earnings and exacerbating the employment situation. Moreover, the stock market slumped and personal consumption declined, sending the trade balance to its first deficit in 28 years in a very challenging environment.

In the medical service industry, with an increasingly severe shortage of physicians, specific steps have been taken to revise earlier controls curbing medical expenses, such as the inclusion of measures in the government's 2009 budget to accord priority to emergency and maternity medical care as well as to ensure the availability of physicians. Meanwhile, in the field of welfare care for the elderly, an upward revision of the compensation for nursing care was made in April 2009 for the first time since the start of long-term care insurance for the purpose of encouraging more people to become involved in nursing care and improving the treatment of such personnel. Additionally, in March 2009, the Japanese industrial standards pertaining to home-care and hospital beds were amended, and a JIS certification mark system was commenced for home care beds.

In this domestic business environment, although difficult conditions persist in which sales targeting care facilities fell below those of the previous year for both medical facilities and elderly care facilities, sales aimed at the home care market have remained strong for two continuous periods.

In order to bolster profitability, our group has put significant effort into R&D and capital investment.

The Company's main capital investment has been to update factory facilities and equipment accompanying full-scale operation in May 2008 of the new integrated production line at the mainstay Chiba Factory.

With respect to product research and sales, flagship products for care facilities, the Metis series and KA-6000 series (new KA-64000 series) electric-powered bed models, have been revamped, and Aqua Float, a body pressure dispersing mattress, and other products put on the market. Also, the home care bed Rakusho "S" Series was developed to be the core product for home nursing care over the coming period.

In new business, the Company has formed a sales alliance to market the Moist-Processor, a high-functionality humidity control and ventilation system that Dyna-Air Co., Ltd. developed. The Company has also jointly developed solutions with CARECOM Co., Ltd. to prevent overturning and falls.

As for overseas expansion, the Company initiated a plan to complete the World's Optimal Production at domestic and overseas factories. Although the number of countries for exporting has grown, sales have been sluggish due to the effects of a sharp rise in the value of the yen and the simultaneous global recession.

Consolidated Statements of Operations

Paramount Bed Co., Ltd. and Subsidiaries — Years Ended March 31, 2009 and 2008

| | Millions of yen | | Thousands of U.S. dollars |
|---|-----------------|----------|---------------------------|
| | 2009 | 2008 | 2009 |
| Net sales | ¥ 39,821 | ¥ 40,439 | \$ 405,385 |
| Cost of sales | 25,280 | 26,357 | 257,355 |
| Gross profit | 14,540 | 14,082 | 148,020 |
| Selling, general and administrative expenses | 12,697 | 12,494 | 129,258 |
| Operating income | 1,843 | 1,587 | 18,762 |
| Other income | 336 | 765 | 3,421 |
| Other expenses | 1,132 | 518 | 11,524 |
| Ordinary income | 1,046 | 1,833 | 10,648 |
| Extraordinary income | 529 | 157 | 5,385 |
| Extraordinary loss | 1,281 | 764 | 13,041 |
| Income before income taxes and minority interests | 294 | 1,226 | 2,993 |
| Income taxes: | | | |
| Current | 812 | 321 | 8,266 |
| Deferred | (65) | 307 | (662) |
| Minority interests | (32) | (12) | (326) |
| Net (loss) income | ¥ (484) | ¥ 584 | \$ (4,927) |

Consolidated Statements of Cash Flows

Paramount Bed Co., Ltd. and Subsidiaries — Years Ended March 31, 2009 and 2008

| | Millions of yen | | Thousands of U.S. dollars |
|--|-----------------|----------|---------------------------|
| | 2009 | 2008 | 2009 |
| Net cash provided by operating activities | ¥ 3,901 | ¥ 5,765 | \$ 39,713 |
| Net cash provided by (used in) investing activities | 984 | (1,289) | 10,017 |
| Net cash used in financing activities | (1,210) | (1,435) | (12,318) |
| Foreign currency translation adjustments on cash and cash equivalents | 147 | (64) | 1,496 |
| Net increase in cash and cash equivalents | 3,823 | 2,977 | 38,919 |
| Cash and cash equivalents, beginning of year | 13,403 | 10,426 | 136,445 |
| Cash and cash equivalents, end of year | ¥ 17,227 | ¥ 13,403 | \$ 175,374 |

Note: The approximate exchange rate in effect on March 31, 2009 was ¥98.23 = U.S.\$1.

When results for the current consolidated fiscal year are viewed according to sales by type of user (on a non-consolidated basis), total sales to care facilities declined 10.0% compared to the previous fiscal year. On the other hand, those targeting home care increased 4.7% from a year earlier. As for consolidated subsidiaries, performance at Corona Medical S.A.S. in France deteriorated, but all the rest remained on the whole strong.

Next, net sales during the current consolidated fiscal year arranged according to our main products are shown in the Graph 1.

From the above results, net sales for the current consolidated fiscal year decreased ¥618 million (down 1.5% year-on-year) to end at ¥39,821 million.

Due to improved earnings of domestic subsidiary Sunnetwork Corporation and revisions to lease accounting standards, among other factors, operating income increased ¥255 million (up 16.1% year-on-year) to end at ¥1,843 million.

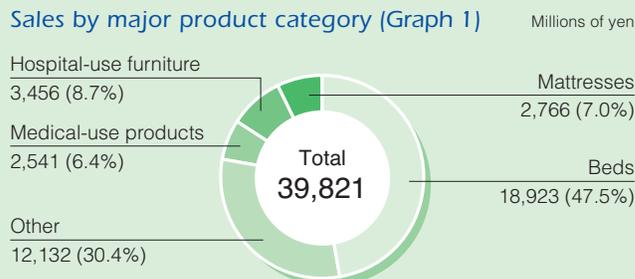
Ordinary income declined on a significant increase in non-operating expenses resulting from investment losses in investment partnerships, losses on foreign exchange fluctuations, and other factors, decreasing by ¥787 million (down 42.9% year-on-year) to ¥1,046 million. Net income posted a loss of ¥484 million (net income was ¥584 million in the previous year) on an increase in extraordinary losses (a valuation loss on

securities holdings, a goodwill write-down on Corona Medical S.A.S., an impairment loss at the Ohira Factory, etc.)

Geographic segment earnings are as follows. Net sales and operating income/loss for each geographic segment include internal transactions between segments.

Net sales of ¥36,788 million (down 0.3% year-on-year) and operating income of ¥2,331 million (up 70.4% year-on-year) were posted for Japan. Net sales amounted to ¥2,265 million (up 6.9% year-on-year) and operating income stood at ¥333 million (up 33.9% year-on-year) in the rest of Asia, while net sales of ¥2,558 million (down 40.8% year-on-year) and an operating loss of ¥437 million (loss of ¥201 million during the previous year) were recorded for Europe.

Sales by major product category (Graph 1)



Consolidated Statements of Changes in Net Assets

Paramount Bed Co., Ltd. and Subsidiaries — Years Ended March 31, 2009 and 2008

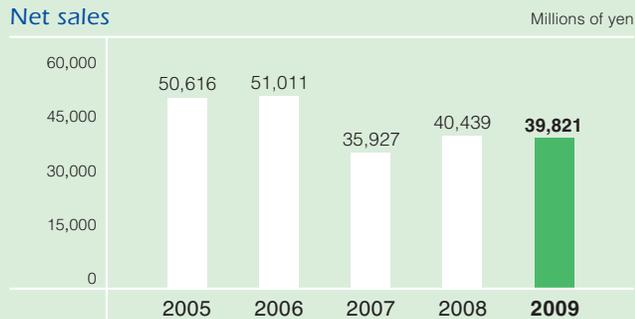
| Millions of yen | Shareholders' Equity | | | | | Valuations and Adjustments | | | | | Total Net Assets |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|---|--|----------------------------------|--------------------|----------|------------------|
| | Common Stock | Capital Surplus | Retained Earnings | Treasury Stock | Total Shareholders' Equity | Unrealized (Loss) Gain on Available-for-sale Securities | Foreign Currency Translation Adjustments | Total Valuations and Adjustments | Minority Interests | | |
| Balance, March 31, 2008 | ¥ 6,591 | ¥ 7,276 | ¥ 53,151 | ¥ (3,537) | ¥ 63,482 | ¥ 452 | ¥ 2 | ¥ 454 | ¥ 150 | ¥ 64,087 | |
| Decrease resulting from accounting changes at foreign subsidiaries | | | (82) | | (82) | | | | | (82) | |
| Changes of items during the current fiscal year | | | | | | | | | | | |
| Cash dividends | | | (912) | | (912) | | | | | (912) | |
| Net loss | | | (484) | | (484) | | | | | (484) | |
| Acquisition of treasury stock | | | | (2) | (2) | | | | | (2) | |
| Net changes of items other than shareholders' equity | | | | | | (782) | (45) | (828) | 13 | (815) | |
| Total changes of items during the current fiscal period | — | — | (1,396) | (2) | (1,398) | (782) | (45) | (828) | 13 | (2,214) | |
| Balance, March 31, 2009 | ¥ 6,591 | ¥ 7,276 | ¥ 51,671 | ¥ (3,539) | ¥ 62,000 | ¥ (330) | ¥ (42) | ¥ (373) | ¥ 163 | ¥ 61,790 | |

| Thousands of U.S. dollars | Shareholders' Equity | | | | | Valuations and Adjustments | | | | | Total Net Assets |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|---|--|----------------------------------|--------------------|------------|------------------|
| | Common Stock | Capital Surplus | Retained Earnings | Treasury Stock | Total Shareholders' Equity | Unrealized (Loss) Gain on Available-for-sale Securities | Foreign Currency Translation Adjustments | Total Valuations and Adjustments | Minority Interests | | |
| Balance, March 31, 2008 | \$ 67,098 | \$ 74,071 | \$ 541,087 | \$ (36,007) | \$ 646,259 | \$ 4,601 | \$ 20 | \$ 4,622 | \$ 1,527 | \$ 652,418 | |
| Decrease resulting from accounting changes at foreign subsidiaries | | | (835) | | (835) | | | | | (835) | |
| Changes of items during the current fiscal year | | | | | | | | | | | |
| Cash dividends | | | (9,284) | | (9,284) | | | | | (9,284) | |
| Net loss | | | (4,927) | | (4,927) | | | | | (4,927) | |
| Acquisition of treasury stock | | | | (20) | (20) | | | | | (20) | |
| Net changes of items other than shareholders' equity | | | | | | (7,961) | (458) | (8,429) | 132 | (8,297) | |
| Total changes of items during the current fiscal period | — | — | (14,212) | (20) | (14,232) | (7,961) | (458) | (8,429) | 132 | (22,539) | |
| Balance, March 31, 2009 | \$ 67,098 | \$ 74,071 | \$ 526,021 | \$ (36,028) | \$ 631,172 | \$ (3,359) | \$ (428) | \$ (3,797) | \$ 1,659 | \$ 629,034 | |

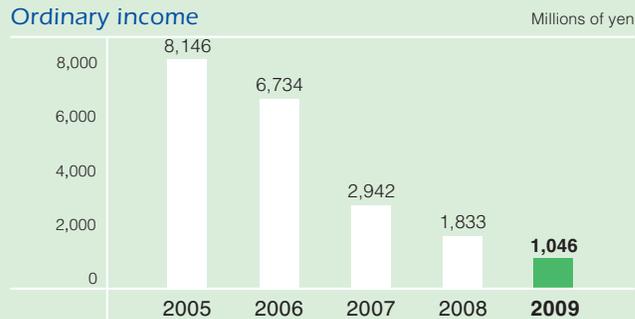
Note: The approximate exchange rate in effect on March 31, 2009 was ¥98.23 = U.S.\$1.

Financial Highlights

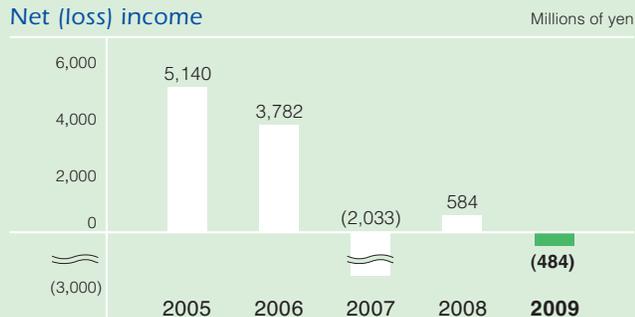
Net sales



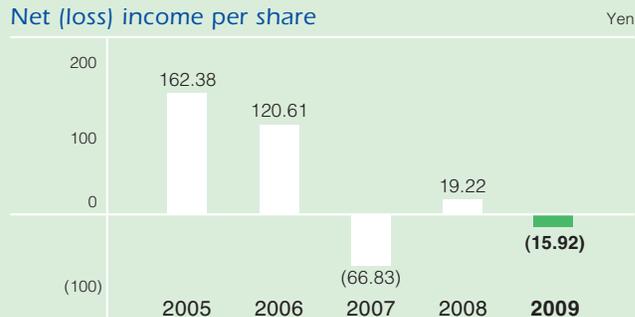
Ordinary income



Net (loss) income



Net (loss) income per share



Corporate Information

As of March 31, 2009

Corporate Data

| | |
|----------------------|--|
| Corporate Name: | Paramount Bed Co., Ltd. |
| Head Office: | 14-5, Higashisuna 2-chome, Koto-ku, Tokyo 136-8670, Japan |
| Establishment: | May 1950 |
| Capital: | ¥6,591 million |
| Number of Employees: | 785 |

Board of Directors and Corporate Auditors

(As of June 26, 2009)

| | |
|--|---|
| Chairman and Representative Director: | Kenji Kimura |
| President and Representative Director: | Kyosuke Kimura |
| Senior Managing Director: | Michihide Kimura |
| Managing Director: | Toshio Horiuchi |
| Directors: | Tadaharu Kato Ikuro Sakamoto Tetsuo Mae |
| Standing Corporate Auditors: | Yasunobu Furutani Yasushi Kuramoto |
| Corporate Auditors: | Etsuji Ikegami Yukari Oka |

Shareholder Information

| | |
|-------------------------|-------------|
| Authorized Shares: | 126,000,000 |
| Issued Shares: | 31,682,526 |
| Number of Shareholders: | 16,184 |

Major Shareholders

| | Number of Shares Owned (Thousands) | Percentage of Voting Rights (%) |
|---|---------------------------------------|------------------------------------|
| Kimura Kosan Co., Ltd. | 6,607 | 21.8 |
| Kenji Kimura | 2,758 | 9.1 |
| Kyosuke Kimura | 2,136 | 7.0 |
| Michihide Kimura | 1,418 | 4.7 |
| Mizuho Bank, Ltd. | 1,203 | 4.0 |
| Japan Trustee Service Bank, Ltd. (Trust Account 4G) | 845 | 2.8 |
| Japan Trustee Service Bank, Ltd. (Trust Account) | 764 | 2.5 |
| The Chase Manhattan Bank N.A. London S.L. Omnibus Account | 689 | 2.3 |
| The Master Trust Bank of Japan, Ltd. (Trust Account) | 554 | 1.8 |
| Tam Two | 516 | 1.7 |

Note 1: The Company holds 1,266 thousands shares of treasury stock, but is excluded from the above major shareholders.

Note 2: We received a copy of a change report dated March 23, 2009 concerning massive shareholdings from Tradewinds Global Investors, LLC, to the purport that the company held 2,036 thousand shares as of March 17, 2009. However, Tradewinds Global Investors is excluded from the above major shareholders since the Company cannot confirm the number of shares actually held by the shareholder as of the end of the current fiscal year.

Ownership among Shareholders

| | Number of Shares Owned (Thousands) | Percentage of Total Shares Issued (%) |
|-----------------------------|---------------------------------------|--|
| Financial institutions | 4,772 | 15.1 |
| Securities firms | 96 | 0.3 |
| Foreign corporations | 3,991 | 12.6 |
| Other domestic corporations | 7,794 | 24.6 |
| Individuals and others | 13,760 | 43.4 |
| Treasury stock | 1,266 | 4.0 |

Network

Domestic

Head Office

14-5, Higashisuna 2-chome, Koto-ku, Tokyo 136-8670
Tel. +81-3-3648-1111 (key number)
Tel. +81-3-3648-2961 (International Business Division)

Branches

- **Sapporo Branch**
318-11, Nishi 13-chome, Minami ni-jo, Chuo-ku, Sapporo, Hokkaido 060-0062
Tel. +81-11-271-1181
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- **Saitama Branch**
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Tel. +81-48-852-0707
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- **Osaka Branch**
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Tel. +81-6-6443-8791
- **Hiroshima Branch**
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Tel. +81-82-293-1311
- **Fukuoka Branch**
14-20, Hakataeki-higashi 3-chome, Hakata-ku, Fukuoka, Fukuoka 812-0013
Tel. +81-92-461-1131

INTIME Shops

- **INTIME Kyobashi**
Mitsui Sumitomo Insurance Tepco Bldg.1F
6-1, Kyobashi 1-chome, Chuo-ku, Tokyo 104-0031
Tel. +81-3-5250-1515
- **INTIME Sapporo**
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