

Notice Concerning Impairment Losses on Investment Securities

Brother Industries, Ltd. ("Brother") announces that it expects to recognize impairment losses on investment securities and investments in associated companies as of December 31, 2008, since their fair market value has declined significantly.

In impairment accounting for securities holdings at the end of a fiscal quarter, the Company applies the quarterly reversal method. Therefore, losses posted for the year ending March 31, 2009 may vary, or no losses may be posted for the year depending on the market value of the securities on the last day of the fiscal year.

1. Total amount of securities' impairment losses for the 3rd Quarter of fiscal year ending March 31, 2009

(Unit: Millions of yen)

	Non-consolidated	(Reference) Consolidated
(A) Total amount of securities' impairment losses for the 3 rd Quarter of fiscal year ending March 31, 2009	9,255	3,722
(B) Net assets as of March 31, 2008 (A/B×100)	151,783 (6.1%)	219,223 (1.7%)
(C) Current profits for fiscal year ended March 31, 2008 (A/C×100)	21,817 (42.4%)	46,535 (8.0%)
(D) Net income for fiscal year ended March 31, 2008 (A/D×100)	14,997 (61.7%)	27,110 (13.7%)

(Reference) The Company's fiscal closing date is March 31.

2. Outlook

Consolidated forecast for the fiscal year ending March 31, 2009 is currently being reviewed and will be announced if any revision is necessary.