

March 24, 2009

Note; Background to the Overhaul of the Group Business Strategy

Meitec Corporation

On March 24, 2009, Meitec Corporation announced that it plans to transfer the outplacement business managed by its consolidated subsidiary Drake Beam Morin-Japan, Inc. (DBM-J), to Tempstaff Co., Ltd. Meitec also announced that the business operated by its consolidated subsidiary Three D Tec Inc. would be transferred to another consolidated subsidiary, Meitec CAE Corporation.

Previously, on February 12, 2009, Meitec announced that it had suspended one of the main targets set out in its consolidated management plan, True Global Vision 21, which is scheduled to run from April 2008 through March 2011. This suspension specifically applies to the consolidated net sales target of ¥100 billion, which the Company had aimed to reach in the fiscal year ending March 31, 2011. However, the two measures announced today reflect an overhaul of the Group's business strategy.

The Group has also decided to scale down its training business in China for Chinese engineers by suspending operations of the training businesses at two of its consolidated subsidiaries. Specifically, MEITEC Guangzhou TechnoCenter Co., Ltd. will suspend its training business operations as of March 31, 2009, and MEITEC Hangzhou TechnoCenter Co., Ltd. will suspend its training business operations as of April 30, 2009.

The Meitec Group's True Global Vision 21 consolidated management plan set out a strategy based around its core temporary engineers staffing business but emphasizing the acceleration of growth through expansion of related businesses. However, in response to the recent severe deterioration in economic conditions, the Group has embarked on an overhaul of its Group business strategy that prioritizes the survival and growth of its core temporary engineers staffing business.

The Group intends to undertake this revamp of its business strategy while closely monitoring and evaluating the impact of changes in its operating environment. This includes analysis of trends in the temporary engineer staffing industry as a whole, changes in the labor market and structural changes in the socioeconomic environment.

The Company plans to provide more specific information on its future direction when it announces its financial and operating results for the fiscal year ending March 31, 2009.

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