

Notice to the holders of

ZENTEK TECHNOLOGY JAPAN, INC.

Tokyo, Japan

JPY 2 000 000 000.–

Zero Coupon Convertible Notes

Due March 31, 2008 (the «Notes»)

Swiss Security Number: 1785510

ISIN: XS0185715447

Common Code: 018571544

Notice is hereby given pursuant to Section 6 e) of the Terms of the Notes in ANNEX C and Section 1.4 of the Exercise of the Stock Acquisition Rights in ANNEX D to the Note Purchase, Paying and Exercise Agency Agreement dated February 10, 2004 (the «Agreement») the exercise price of the Notes will be revised downward as follows:

Exercise price before revision:	Yen 297,000
Exercise price after revision:	Yen 246,800
Effective date:	March 28, 2005 (Japan time)

This announcement is made pursuant to Section 11 of the Terms of the Notes in ANNEX C to the Agreement.

Zurich, March 2005

By order of
Mizuho Bank (Switzerland) Ltd

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