

ES-CON JAPAN LTD.

Tokyo, Japan
(the "Company")

JPY 2,500,000,000.–
Zero Coupon JPY Convertible Notes due December 21, 2007
(the "Notes")

Swiss Security No.: 1737374
ISIN: XS-0182001049
Common Code: 018200104

“Adjustment of the Conversion Price”

Notice is hereby given that pursuant to Section 5(D) of the Terms of the Notes in ANNEX B-2 and Section 3(E) of the Exercise of Stock Acquisition Rights in ANNEX C to the Note Purchase, Paying and Exercise Agency Agreement dated December 5, 2003 (the "Agreement"), the Conversion price of the Notes was adjusted as follows:

Conversion Price before the adjustment:	JPY 256,250
Conversion Price after the adjustment:	JPY 255.976.7
Effective Date:	October 31, 2005 (Japan time)

This announcement is made pursuant to Section 10 of the Terms of the Notes in ANNEX B-2 to the Agreement.

Geneva, March 1, 2006

By order of:
Daiwa Securities SMBC Europe Limited, London,
Geneva Branch