

7 April 2010

IB Daiwa Corporation
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Announcement on Additional Loan to Leeocta Alliance Mineral Resources, Inc.

This is to announce that, in the meeting of the Board of Directors of IB Daiwa Corporation (the “Company” or the “Lender”) held on 7 April 2010, it has been resolved that the Company would provide an additional loan to Leeocta Alliance Mineral Resources, Inc. (the “Borrower” or “Leeocta”), a company holding iron ore mines in Mexico through its wholly owned subsidiary, in the amount of US\$300,000 (approx. JPY 28.5 million), on similar terms as for the existing loans of aggregate of US\$700,000 to Leeocta, which were announced in “Announcement on Exchangeable Loan to Leeocta Alliance Mineral Resources, Inc.” dated 18 February 2010 (the “Feb-18 Announcement”). Details of the additional loan are as described below:

1. Reasons and Background

As explained in the Feb-18 Announcement, the Company has first entered into a loan agreement with Leeocta dated 5 February 2010 (“Loan Agreement”), and US\$200,000 and US\$500,000 have been drawdown on 5 February 2010 and 18 February 2010, respectively, prior to the drawdown of US\$300,000 on 7 April 2010 (collectively, the “Loan”). Under the Loan Agreement, the Company has an option to exchange the Loan into the shares of Leeocta on certain terms and conditions as described in the 18 Feb 2010 and in this announcement.

Through its wholly owned subsidiary incorporated in Mexico, Grupo Minero Leeocta JGMG S.A., Leeocta owns iron ore mines in Mexico, and has entered into a sales contract with a major iron company in China. Leeocta has also been in negotiation with several other companies, including a major Japanese iron company.

In the Company’s view, there is a potential strong demand for iron ore produced at Leeocta’s mines. The Company will continue to discuss with Leeocta, and may increase the amount of the Loan and/or convert the Loan to Leeocta’s equity, after further reviewing of Leeocta’s operation and negotiation on documentation.

Prior to making the additional loan of US\$300,000, certain amendments have been made to the Loan Agreement. The key terms of the Loan Agreement remain unchanged from those described in the Feb-18 Announcement, except that the conversion rate has been improved and the Company would get 1% of

fully-diluted ownership in Leeocta at the time of the conversion, upon conversion of US\$100,000 of the Loan, as opposed to US\$125,000 as in the original Loan Agreement before such amendments. If the Company converts the entire loan of US\$1 million to Leeocta's equity, it would own 10% in Leeocta on a fully-diluted basis (c.f., it would have been 8% under the original Loan Agreement).

2. Information on Leeocta

- ① Trade name Leeocta Alliance Mineral Resources, Inc.
- ② Registered address Justin Park, 2629 Foothill Blvd. #341, La Crescenta, CA 91214 USA
- ③ Date of incorporation 4 August 2009
- ④ Representative Eung Sun An, President
- ⑤ Business Exploration and mining of iron ore
- ⑥ Relationship with the Company Capital: n/a
Personnel: n/a
Other: Loan from the Company (current balance: US\$1 million
Consultancy agreement

3. Future Prospects

The direct impact of the additional US\$300,000 loan to Leeocta to the Company's financials for the fiscal year ending 31 March 2011 is immaterial.

The Company will decide whether or not to increase the amount of Loan and/or to convert the Loan to Leeocta's equity, based on, among others, the results of further due diligence on Leeocta and negotiation on documentation. Financial implications of these decisions will be considered in the Company's preparation of its forecast for the fiscal year ending 31 March 2011.

The Company will from time to time advise the market when there is a material progress on this matter.