

December 27, 2005

To whom it may concern:

WACOAL HOLDINGS CORP.
Yoshikata Tsukamoto, Representative Director
(Code Number: 3591)
(Tokyo Stock Exchange, First Section)
(Osaka Securities Exchange, First Section)
Ikuo Otani, General Manager, Corporate Planning
(Telephone: 075-682-1010)

Announcement Regarding Corporate Split of Business Division

We hereby announce that on December 27, 2005, our board of directors resolved to transfer the Dublevé sales division (responsible for the manufacture and sales of semi-custom intimate apparel) of Wacoal Corp., our wholly-owned subsidiary, to Wacoal Dublevé Corp., which is to be newly established through a corporate split transaction on April 1, 2006.

NOTE

1. Purpose of Corporate Split

With our transition to a holding company structure in October 2005, our fundamental policy has been to achieve more efficient strategic decision-making and optimal allocation of resources throughout our group companies, as well as more efficient and agile operations in each affiliated company, where responsibilities and powers are clearly defined.

We plan to more clearly define management responsibilities and powers within the Dublevé business division through this corporate split, as well as expand our semi-custom business and achieve the stable growth of such business at an early stage through prompt and agile business operations.

2. Summary of Corporate Split

(1) Schedule of Corporate Split

Board of directors' meeting for approval of corporate split plan:	December 27, 2005
General shareholder's meeting for approval of corporate split plan:	February 6, 2006 (tentative)
Date of corporate split transaction:	April 1, 2006 (tentative)
Registration of corporate split transaction:	April 3, 2006 (tentative)

(2) Method of Corporate Split

The transition will be achieved through a corporate split transaction in which a new company, Wacoal Dublevé Corp. (the successor company), will be split off from our wholly-owned subsidiary, Wacoal Corp. (the splitting company). All of the shares issued by Wacoal Dublevé Corp. will be allocated to Wacoal Holdings Corp. at the time of the corporate split.

(3) Allocation of Shares

All 1,000 shares issued by the succeeding company at the time of the corporate split will be allocated to Wacoal Holdings Corp.

(4) Rights and Obligations to be Assumed by the Successor Company

Wacoal Corp. (the splitting company) will transfer any and all assets, liabilities, rights and obligations and contractual status regarding the Dublevé business to the successor company (except as otherwise set

forth in the corporate split plan, dated as of December 27, 2005, by and between the splitting company and the successor company, related to this corporate split).

3. Outline of Related Companies

	Splitting Company (as of October 1, 2005)	Successor Company (to be established on April 1, 2006)
(1) Trade Name	Wacoal Corp.	Wacoal Dublevé Corp.
(2) Business Purpose	Manufacturing, wholesale distribution of intimate apparel, outer garment, sportswear, and other textile and related products and direct distribution of some products to consumers	Manufacturing and sales of semi-custom intimate apparel and distribution of related products
(3) Location of Head Office	29, Nakajima-cho, Kisshoin Minami-ku, Kyoto	103, Shichijo Goshonouchi Minamimachi Shimogyo-ku, Kyoto
(4) Name of Representative	Yoshikata Tsukamoto Representative Director	Hideyuki Yano Representative Director
(5) Capital Amount	5,000 million yen	50 million yen

4. Effect on Business Results

Both the splitting company and the successor company are wholly-owned subsidiaries of Wacoal Holdings Corp. Therefore, this corporate split transaction will not have an effect on the group's consolidated business results.

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