

(English Translation)

May 30, 2006

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 Stock Acquisition in Connection  
with Business and Capital Alliance with Peach John Co., Ltd.

On May 10, 2006, we announced that we had reached a basic agreement with Peach John to form a business and capital alliance. Today, our board of director has resolved to enter into a stock purchase agreement with Peach John pursuant to the terms below:

1. Outline of Peach John

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| (1) Corporate Name:                      | Peach John Co., Ltd.   |
| (2) Location of Head Office:             | 17-11, Jingumae 6-chome, Shibuya-ku, Tokyo   |
| (3) Name of Representatives:             | Shoji Noguchi, Representative Director and Chairman<br>Mika Noguchi, Representative Director and President |
| (4) Principal Business:                  | Mail-order sales of women's apparel and various other apparel products                                     |
| (5) Date of Incorporation:               | June 1, 1994   |
| (6) Capital Amount:                      | 90 million yen   |
| (7) Fiscal Year End:                     | May 31   |
| (8) Number of Employees:                 | 140 (as of May 16, 2006)   |
| (9) Principal Business Office:           | Sendai, Japan  |
| (10) Total Number of Outstanding Shares: | 1,800 shares   |

(11) Major Shareholders and Shareholding Ratio:

Name	Shares Held	Shareholding Ratio
Shoji Noguchi	882 shares	49.0%
Mika Noguchi	918	51.0
Total	1,800	100.0

(12) Results for Recent Fiscal Years:

(Unit: millions of yen)

Fiscal Year Ended	May 31, 2004	May 31, 2005
Net Sales	14,471	16,095
Net Income	1,096	1,873
Total Assets	4,162	7,411

(13) Relationship: There is no capital, personnel or business relationship with the Company.

2. Transferor:

Shoji Noguchi (Peach John Co., Ltd. Representative Director and Chairman) 882 shares

3. Number of Shares to be Acquired, Purchase Price and Percentage Ownership

- (1) Number of shares held before acquisition: None (Percent ownership: 0%)
- (2) Number of shares to be acquired: 882 shares (Purchase price: 14,994 million yen)
- (3) Number of shares held after acquisition: 882 shares (Percent Ownership: 49.0%)

4. Schedule

Board of Directors' meeting for approval: May 30, 2006  
Execution of Share Purchase Agreement: May 30, 2006  
Delivery of Stock Certificates: June 2, 2006 (tentative)

## 5. Future Prospects

We will periodically hold discussions with Peach John with respect to the particulars of the business alliance and joint projects, etc.

As a result of this transaction, Peach John will become an affiliate of Wacoal Holdings under the equity accounting method.

We are currently determining the effect that this transaction will have on our consolidated financial results, and we expect to make an announcement on or prior to the announcement of our results for the first quarter of the March 2007 fiscal year.

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