

July 20, 2005

To whom it may concern

HOYA CORPORATION  
Hiroshi Suzuki, CEO  
Stock Code: 7741

### **Announcement of a Four-for-One Stock Split**

In a meeting of the Board of Directors held on July 20, 2005, HOYA CORPORATION "the Company" decided to carry out a four-for-one stock split. The details are as follows.

1. Purpose of stock split

Given the recent trend of the stock price, the Company will carry out the stock split aiming to expand the shareholder base and to increase liquidity of the stock, based on the action plan pronounced by the Tokyo Stock Exchange encouraging listed companies with high prices and large trading units to reduce the investment unit to less than ¥500,000.

The Company's management will study the possibility to raise an actual dividend per share, while its exact price has not yet announced.

2. Details of stock split

(1) Method

The shares of shareholders recorded on September 30, 2005, will be split four for one.

(2) Number of shares to be increased

The increase in the number of shares shall be equivalent to the number of common stock shares outstanding at closure on Friday, September 30, 2005, multiplied by 3.

Although exercising stock options in the period between the resolution of the Board of Directors and the split date may increase the number of outstanding shares, the Company's issued and outstanding shares after the stock split calculated using outstanding shares on July 20, 2005 are as follows.

Current outstanding shares:	112,349,005 shares
Increase in shares:	337,047,015 shares
Outstanding shares after increase:	449,396,020 shares

(3) Effective and distribution date

November 15, 2005

(4) Date entitled to dividend

October 1, 2005

(5) Any other necessary details regarding the stock split will be decided in Board of Directors meetings

Note:

1. The stock split has no effect on paid-in capital  
Paid-in capital as of July 20, 2005: ¥ 6,264,201,967
2. The total number of authorized shares as of July 20,2005 is 316,224,600. In accordance with the provision of Article 218-2 of the Commercial Code, We are changing our Articles of Incorporation to increase the number of authorized shares in the ratio of the stock split.
3. As a result of this stock split, the exercise prices for the Company's stock options issued under Article 280-20 and 280-21 of the Commercial Code will be adjusted as follows. Each of the new share subscription rights shown below was issued free of charge with the purpose of granting stock options and was approved at the respective General Shareholders' Meetings.

	Adjusted exercise price	Current exercise price
1 <sup>st</sup> issue of new share subscription rights for common stock (Resolved by the Board of Directors on October 21, 2002)	¥1,918	¥7,670
2 <sup>nd</sup> issue of new share subscription rights for common stock (Resolved by the Board of Directors on May 23, 2003)	¥1,673	¥6,690
3 <sup>rd</sup> issue of new share subscription rights for common stock (Resolved by the Board of Directors on November 23, 2003)	¥2,438	¥9,750
4 <sup>th</sup> issue of new share subscription rights for common stock (Resolved by the Board of Directors on November 25,2004)	¥2,713	¥10,850

※The exercise period of the 4<sup>th</sup> issue of new share subscription rights for common stock will start on October 1, 2005.

4. Regarding the subscription rights as stock options, the Company will order the right holders not to sell stocks between September 27, 2005 (the date entitled to the split) and November 15, 2005 (the effective date of the split).