

PREPARATIONS FOR THE YEAR 2000 ISSUE

1) Progress Report

Management at Hino Motors recognizes the importance of the Year 2000 (Y2K) issue and is advancing preparations on a Companywide basis. The Company established the Year 2000 Issue Committee in February 1999, which is chaired by the director in charge of the Information Systems Division. The committee conducts inspections, confirms progress and reports to management.

At present, examinations of core information systems, primary products, production facilities and suppliers are nearly finished. Work is proceeding smoothly on measures to cope with the Y2K issue, including tests of information systems that simulate the year 2000. Testing is scheduled for completion during the first half of fiscal year 2000.

2) Expenditures

Although total expenditures cannot be clearly identified for restructuring information systems in preparing for Y2K, the Company does not foresee a serious impact on future performance resulting from related expenses.

3) Contingency Plan

To prevent potential risks, Hino Motors plans to implement a contingency plan by the end of September 1999.