

Dear Sirs:

Name of Company: BELLUNA CO., LTD.

Code No. 9997 1st Section of the Tokyo Stock Exchange

Notice of Unrecoverable Claims Risk regarding the Company's Subsidiary

Notice is hereby given that the Company today announced that regarding the Company's subsidiary, Sunstage Co., Ltd. ("Sunstage"), there might be unrecoverable risks of claims to Vanilla corporation ("Vanilla") and Urban Design System Co., Ltd. ("Urban Design System"), customers of Sunstage, because Vanilla applied civil rehabilitation procedure on August 25, 2008 and so as Urban Design System on August 29, 2008.

Description

1. Outline of Vanilla

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|---------------------|--------------------------------------|
| (1) Company Name | Vanilla corporation |
| (2) Address | 2-45-2 Kojima-cho, Chofu-shi, Tokyo |
| (3) Representative | Takashi Uchimura |
| (4) Paid-in Capital | 100 million yen |
| (5) Main business | Management of hotels and real estate |

2. Amount of claims to Vanilla

Loans receivable-trade and other 1,165 million yen (as of August 25, 2008)

3. Outline of Urban Design System

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|---------------------|---|
| (1) Company Name | Urban Design System Co., Ltd. |
| (2) Address | 1-1-12 Sendagaya, Shibuya-ku, Tokyo |
| (3) Representative | Fumio Kajiwara |
| (4) Paid-in Capital | 2,129 million yen |
| (5) Main business | Consulting services of construction and real estate |

4. Amount of claims to Urban Design System

Loans receivable-trade and other 382 million yen (as of August 29, 2008)

5. Effect on the forecast of the Company's financial results

As Sunstage preserves the full amount of the above claims by collateral, this event will have no effect on the forecasts for the six months ending September 30, 2008, and the fiscal year ending March 31, 2009, announced by the Company on July 31, 2008.

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