

TRANSLATION OF JAPANESE LANGUAGE PRESS RELEASE

July 11, 2006

Company name: Nippon Mining Holdings, Inc.
Representative: Mitsunori Takahagi, President and
Representative Director
Stock code: 5016
Contact: Nobuyuki Yamaki, Director
IR and human resources, General
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Tel: 03-5573-5123

NOTICE OF DETERMINATION OF ISSUE PRICE OF NEW SHARES AND OFFERING PRICE OF EXISTING SHARES OF COMMON STOCK

Nippon Mining Holdings, Inc. (Head Office: 2, Toranomom, Minato-ku, Tokyo; President: Mitsunori Takahagi; hereafter the “Company”) announced today that, pursuant to the Board of Director’s resolution dated June 28, 2006 with respect to the domestic public offering of new shares and the secondary sale of issued shares of the Company, the relevant terms were determined as follows:

1. Domestic public offering of new shares

- (1) Issue price: 882 yen per share
- (2) Aggregate amount of issue price: 61,740,000,000 yen
- (3) Amount of payment: 846.72 yen per share
- (4) Aggregate amount of payment: 59,270,400,000 yen
- (5) Resultant increases in common stock and capital reserve:
 - Common stock: 424.00 per share
 - Capital reserve: 422.72 per share
- (6) Subscription period: From Wednesday, July 12, 2006 to Friday, July 14, 2006
- (7) Payment date: Thursday, July 20, 2006

(Note) Underwriters will purchase shares at the underwriting price and sell shares at the issue price.

2. Secondary sale of issued shares (sale by over-allotment)

- (1) Number of shares to be sold: 10,000,000 shares of common stock
- (2) Selling price: 882.00 per share
- (3) Aggregate amount of selling price: 8,820,000,000 yen
- (4) Subscription period: From Wednesday, July 12, 2006 to Friday, July 14, 2006
- (5) Delivery date: Friday, July 21, 2006
- (6) Offering method:

This represents delivery by Nikko Citigroup Limited of the over allotted shares of the Company with respect to the public offering of the shares of the Company, out of the 10,000,000 shares that Nikko Citigroup will borrow from the shareholders of the Company.

In connection with this, the Company plans to grant to Nikko Citigroup Limited the right to purchase shares in the third-party allotment up to the number of shares to be offered by over-allotment (“green shoe option”), which is exercisable by Friday, August 11, 2006.

During the period between Saturday, July 15, 2006 and Friday, August 11, 2006 (“syndicate cover transaction period”), Nikko Citigroup Limited may purchase shares of common stock of the Company on the Tokyo Stock Exchange within the limits of the number of shares (“syndicate cover transactions”), for the purpose of returning shares borrowed from the Company’s shareholders.

Even during the syndicate cover transaction period, Nikko Citigroup Limited may, at its option, not conduct any syndicate cover transactions or complete syndicate cover transactions by purchasing fewer shares than the maximum number of shares allowed to be sold by over-allotment.

Nikko Citigroup Limited may conduct market stabilization transactions during the subscription period of the public offering and sale by over-allotment, and all or part of the shares of common stock of the Company purchased through such transactions may be used to return shares borrowed from the shareholders.

Nikko Citigroup Limited does not plan to exercise the green shoe option for the combined number of (a) shares purchased by market stabilization transactions to be used for returning shares borrowed from the Company’s shareholders, and (b) shares purchased by syndicate cover transactions.

3. Private offering of new shares by third-party allotment

- (1) Amount of payment: 846.72 yen per share
- (2) Aggregate amount of payment: Maximum 8,467,200,000 yen
- (3) Resultant increases in common stock and capital reserve:
 - Common stock: 424.00 per share
 - Capital reserve: 422.72 per share
- (6) Subscription date: Wednesday, August 16, 2006
- (7) Payment date: Wednesday, August 16, 2006

(Supplementary information)

1. Determination of issue/offering price

- (1) Reference date for calculation of issue/offering price and calculated issue/offering price: Tuesday, July 11, 2006 900 yen per share
- (2) Applied discount rate: 2.00%

2. Use of proceeds from capital increase

The entire amount of ¥67,287,600,000, comprised of the maximum net proceeds of the public offering and the third-party allotment, shall be used to finance capital investments. The scheduled capital investment projects are detailed in the press release “NOTICE OF THE BOARD OF DIRECTORS’ RESOLUTION OF ISSUANCE OF NEW SHARES AND SECONDARY SALES OF ISSUED SHARES” dated June 28, 2006.
