

August 30, 2005

KDDI Corporation

KDDI Corporation Announces the Issuance of Unsecured Straight Bonds

Tokyo, August 30, 2005 – KDDI Corporation today announced the launch of unsecured straight bonds with inter-bond pari passu clause (1st and 2nd series). The purpose of this issuance is to appropriate the funds to roll over its interesting bearing debt.

The summary of terms and conditions are as follows:

	First series unsecured bond with inter-bond pari passu clause	Second series unsecured bond with inter-bond pari passu clause
1. Issue amount	25 billion yen	25 billion yen
2. Amount of each bond	100 million yen (one type)	100 million yen (one type)
3. Interest rate	0.76% p.a.	1.14% p.a.
4. Issue price	99.95 yen per 100 yen face value	99.94 yen per 100 yen face value
5. Term	5 years	7 years
6. Redemption date	Friday, September 17, 2010	Thursday, September 20, 2012
7. Interest payment dates	March 20 and September 20 each year	March 20 and September 20 each year
8. Application deadline	Tuesday, August 30, 2005	Tuesday, August 30, 2005
9. Payment deadline	Tuesday, September 13, 2005	Tuesday, September 13, 2005
10. Collateral	These bonds are not secured by collateral or guaranteed, and there are no particular assets reserved for payment of these bonds.	These bonds are not secured by collateral or guaranteed, and there are no particular assets reserved for payment of these bonds.
11. Fiscal covenants	Negative pledge clause attached	Negative pledge clause attached
12. Lead managers	Daiwa Securities SMBC Co. Ltd. (book runner), Nikko Citigroup Limited	Nikko Citigroup Limited (book runner), Daiwa Securities SMBC Co. Ltd.
13. Fiscal agent	Mizuho Corporate Bank, Ltd	UFJ Bank Limited
14. Yield to subscribers	0.770% p.a.	1.149% p.a.
15. Credit rating	A Rating and Investment Information (R&I)	A Rating and Investment Information (R&I)

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