

(Translation)

To All Persons Concerned

April 25, 2003

Name of Company listed: Kyocera Corporation

Name of Representative: Yasuo Nishiguchi, President and Director

(Code number: 6971
The First Section of the Tokyo Stock Exchange,
The First Section of the Osaka Securities Exchange)

Person for inquiry: Hideki Ishida
Managing Director
General Manger of Corporate Business Systems
Administration Division
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Return of the Substitutional Portion of the Employees' Pension Fund

As a result of enactment of the "Defined Contribution Corporate Pension Plan Law", the Company was approved by the Ministry of the Health, Labour and Welfare for the exemption from the obligation for benefits related to future employee service under the substitutional portion on December 16, 2002. In accordance therewith, it was resolved at a meeting of the Company's Board of Directors held on April 25, 2003 that the Company does not apply the provisional treatment under Clause 47-2 of "Practical Guidance for Accounting of Retirement Remuneration (Interim Report)" (Report No. 13 of the Committee of Accounting System of the Association of Japanese Certified Public Accountants). At the same meeting, the standard for calculation of the affected amount was finally determined.

Gain related to this separation process shall be recognized upon completion of the transfer to the government of the substitutional portion of the benefit obligation and related plan assets. As the date of the completion has not been decided yet, such gain is not reflected in the consolidated and non-consolidated financial forecasts for the fiscal year ending March 31, 2004, which is released on April 25, 2003.

For your information, given that the transfer is completed by March 31, 2004, the Company estimates special gain of approximately 31.3 billion yen on non-consolidated basis under accounting principles generally accepted in Japan and approximately 15.7 billion yen on a consolidated basis in accordance with accounting principles generally accepted in the United States of America. Actual result could differ from these estimations.

Note: Forward-Looking Statements

Certain of the statements made in this document are forward-looking statements (within the meaning of Section 21E of the U.S. Securities and Exchange Act of 1934), which are based on our current assumptions and beliefs in light of the information currently available to us. These forward-looking statements involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, but are not limited to: general economic conditions in our markets, which are primarily Japan, North America, Europe and Asia, including in particular China; changes in exchange rates, particularly between the yen and the U.S. dollar and Euro, respectively, in which we make significant sales; our ability to launch innovative products and otherwise meet the advancing technical requirements of our customers, particularly in the highly competitive markets for ceramics, semiconductor parts and electronic devices; and the extent and pace of future growth or contraction in information technology-related markets around the world, including those for communications and personal computers. Such risks, uncertainties and other factors may cause our actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. We undertake no obligation to publicly update any forward-looking statements included in this document.