



FOR IMMEDIATE RELEASE

Nidec Corporation

New York Stock Exchange symbol: NJ
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Notice Concerning Issuance of the Yen Denominated Convertible Bonds with Stock Acquisition Rights due 2008

Nidec Corporation ("Nidec") held a meeting of the board of directors on September 30, 2003 and resolved on issuance of the yen denominated convertible bonds with stock acquisition rights due 2008. Nidec hereby notifies the details of the issuance.

1. Name of the Bonds Nidec Corporation Yen Denominated Convertible Bonds with Stock Acquisition Rights due 2008 (hereafter the "Bonds", among which the stock acquisition rights shall be referred to as the "Stock Acquisition Rights")
2. Issue Price of the Bonds To be decided at a meeting of the board of directors to be held in the future.
3. Issue Price of the Stock Acquisition Rights To be decided at a meeting of the board of directors to be held in the future.
4. Payment Due Date and Issue Date October 17, 2003 (London Time, hereafter the same except as otherwise indicated)
5. Matters Concerning Offering
 - (1) Offering Method Offering in the overseas markets (except the U.S. market) mainly in Europe by aggregate amount joint purchase underwriting by purchasers.

The purpose of this press release is to make a general public announcement of the offering of Nidec's convertible bonds with stock acquisition rights (the "Bonds"). It has not been prepared for the purpose of soliciting investments in the Bonds. An investor should read our Offering Circular carefully before making an investment decision to purchase the Bonds. This press release does not constitute an offer of securities in the United States under the United States Securities Act of 1933 (the Securities Act). The Bonds may not be offered or sold in the United States, as defined in the Securities Act, absent registration or an applicable exemption from registration requirements under the Securities Act. The Bonds are not offered or sold in the United States, as defined in the Securities Act, and are not offered in Japan.

(2) Offering Price To be decided at a meeting of the board of directors to be held in the future.

6. Matters Concerning the Stock Acquisition Rights

(1) Class and Number of the Stock Subject to the Stock Acquisition Rights The class of the stock subject to the Stock Acquisition Rights shall be shares of Nidec's common stock (hereafter the "Shares"). The number of the Shares which Nidec would newly issue or transfer shall be the number obtained from the aggregate amount of the issue price of the Bonds subject to the exercise of the Stock Acquisition Rights divided by the conversion value stated in Item (3) of this Section. Any fractions below one Share shall be rounded down, and no cash adjustment shall be made. When a Share below one unit share occurs as a result of the exercise of the Stock Acquisition Rights, it shall be deemed that a subscription right of less than one unit share as prescribed in the Commercial Code of Japan (the "Commercial Code") has been exercised, and cash adjustment shall be made.

(2) Total Number of Stock Acquisition Rights 15,000

(3) Amount to be Paid and Conversion Value upon Exercise

(a) The amount to be paid upon exercise of each Stock Acquisition Right shall be the same amount of the issue price of the Bonds.

(b) The amount to be paid per Share upon exercise of the Stock Acquisition Rights (the "Conversion Value") shall be decided at a meeting of the board of directors to be held in the future.

(c) The Conversion Value shall be adjusted using the following formula when Nidec issues or disposes the Shares at below its market value after the issuance of the Bonds.

Adjusted Conversion Value

=

Unadjusted Conversion Value

x

Number of Outstanding Shares

+

Number of Newly Issued / Disposed Shares

x

Issuance / Disposal Price Per Share

Fair Market Value of Shares

Number of Outstanding Shares

+

Number of Newly Issued / Disposed Shares

The Conversion Value shall also be adjusted from time to time in certain events such as split-up and consolidation of the Shares and issuance of stock acquisition rights or bonds with stock acquisition rights which enables claiming of issuance or transfer of the Shares at below the market value.

(4) Reason for
Calculation of
Issue Price of the
Stock Acquisition
Rights and

To be decided at a meeting of the board of directors to be held in the future.

Amount to be Paid
upon its Exercise

- (5) Amount to be Capitalized from Issue Price of New Shares The amount to be capitalized per Share issued by the exercise of the Stock Acquisition Right shall be the amount obtained from the Conversion Value multiplied by 0.5. Any fractions below one yen shall be rounded up.
- (6) Exercise Period of the Stock Acquisition Rights From October 31, 2003 (London time) to the business close of banks in London on October 3, 2008 (in case of premature redemption, such redemption date)
- (7) Other Conditions for Exercise of the Stock Acquisition Rights In the event the Bonds are accelerated for Nidec, thereafter Stock Acquisition Rights shall not be exercised and each Stock Acquisition Right shall not be partially exercised.
- (8) Matters Concerning Substitute Payment As prescribed in Items 7 and 8, Paragraph 1, Article 341-3 of the Commercial Code, when a person exercises the Stock Acquisition Rights, it shall be deemed that such person has claimed that the total amount to be paid upon exercise of such Stock Acquisition Rights has been paid in lieu of the redemption of the total amount of the Bonds.
- (9) Reason and Condition of Cancellation of the Stock Acquisition Rights The Stock Acquisition Rights shall be cancelled with no consideration when Nidec redeems the Bonds prematurely under the conditions prescribed in Item (4)-(c) of Paragraph 7, when Nidec cancels the Bonds by purchase, or when the Bonds are mandatory redeemed due to acceleration, etc. and in certain other conditions.
- (10) Initial Date of Reckoning of Dividend of Shares Issued upon Exercise Dividend or mid-term dividend concerning Shares issued or transferred due to the exercise of the Stock Acquisition Rights (distribution of money under Article 293-5 of the Commercial Code) shall be paid, assuming that such exercise of the Stock Acquisition Rights became effective at the beginning of the dividend calculation period (currently, the six month periods ending on March 31 and September 30) to which the effective date of such exercise belongs.

7. Matters Concerning the Bonds

- (1) Aggregate Face Value and Aggregate Issue Price The aggregate face value of the Bonds shall be 30,000,000,000 yen. The aggregate issue price of the Bonds shall be decided at a meeting of the board of directors to be held in the future.
- (2) Amount of each Bond 2,000,000 yen

(3) Interest of the Bonds The Bonds shall bear no interest.

(4) Method of Redemption

(a) Redemption at Maturity

The Bonds shall redeem at the rate of 100% of the face value of the Bonds on October 17, 2008 (maturity date).

(b) Premature Redemption

(i) Premature Redemption pursuant to the 130% Call Option Clause

When the closing price of the regular transaction of the Shares at the Osaka Stock Exchange (excluding indicative price quotation) continues to be more than 130% of the Conversion Value applicable to such each trading day for 20 consecutive trading days, Nidec may redeem the aggregate amount of outstanding Bonds at the face value of the Bonds before maturity at any time after October 17, 2006.

(ii) Premature Redemption pursuant to Changes in Tax System, etc.

When Nidec is required to incur additional payment concerning the payment of the Bonds due to changes in the tax system of Japan, Nidec may redeem the entirety of the remaining Bonds at the face value of the Bonds before maturity. Partial premature redemption shall not be allowed in this case.

(iii) Premature Redemption when Nidec Becomes a Wholly-Owned Subsidiary

When Nidec resolves to become a wholly-owned subsidiary of another company by share exchange or share transfer (“Share Exchange, etc.”) at its shareholders meeting, under certain circumstances, Nidec may redeem the entirety of the remaining Bonds at the redemption amount represented in the following percentages of the face value of the Bonds before maturity and before effective date of Share Exchange, etc. Partial premature redemption shall not be allowed in this case.

Between October 17, 2003 and October 16, 2004	104%
Between October 17, 2004 and October 16, 2005	103%
Between October 17, 2005 and October 16, 2006	102%
Between October 17, 2006 and October 16, 2007	101%
Between October 17, 2007 and October 16, 2008	100%

(c) Cancellation by Purchase

Nidec and its subsidiaries may purchase the Bonds from time to time through the open market or using other methods. Such purchased Bonds may be cancelled.

- (5) Form of the Bonds Unregistered Bonds with Stock Acquisition Rights
- (6) Collateral or The Bonds shall be issued without attaching a collateral or warranty.
Warranty of the
Bonds
- (7) Special Covenant A negative pledge clause shall be attached.
Concerning
Financial Affairs
- 8. Stock Exchange the The Bonds with Stock Acquisition Rights shall be listed on the London
Bonds are Listed Stock Exchange.
- 9. Offering and issuance of the Bonds shall be subject to decisions of undecided matters at future meetings of the board of directors and the representative directors, and notifications, approvals and licenses under various laws and regulations in Japan and other concerned countries.

For Reference Only:

1. Use of Capital

(1) Use of Raised Capital

Gross figure of net proceeds is planned to be used for repayment of short-term borrowings, capital investments and other working capital.

(2) Change of Use of Previously Raised Capital

Not applicable.

(3) Effect to Performance Forecast

Improvements to the balance of financial expenses are expected due to this financing.

2. Dividends to Shareholders, etc.

(1) Basic Policy Concerning Dividends

It is Nidec's policy to maintain a stable dividend payment and improve the dividend amount reflecting the consolidated net income, as well as to enhance the retained earnings in preparation for further enhancement of the corporate structure and promotion of active business expansions.

(2) Use of Retained Earnings

Nidec will use the retained earnings for further enhancement of the corporate structure and investment for business expansions, and will pursue to improve its revenues.

(3) Dividends in the Last Three Fiscal Periods

	Year Ended March 31, 2001	Year Ended March 31, 2002	Year Ended March 31, 2003
Current Net Income Per Share	89.12 yen	115.11 yen	77.04 yen
Dividend Per Share	20.00 yen	25.00 yen	25.00 yen
Actual Dividend Ratio	22.4%	21.7%	32.5%
Return on Shareholders' Equity	7.1%	8.9%	5.8%
Dividend Ratio to Shareholders' Equity	1.6%	1.9%	1.8%

- Note: 1. The return on shareholders' equity of each fiscal year is obtained from the current net income of the applicable fiscal year divided by the shareholders' equity (average of the total of the capital as of the beginning of the applicable fiscal year and the total of the capital as of the end of the applicable fiscal year).
2. The dividend ratio to shareholders' equity of each fiscal year is obtained from the aggregate amount of dividends of the applicable fiscal year divided by the

shareholders' equity (average of the total of the capital as of the beginning of the applicable fiscal year and the total of the capital as of the end of the applicable fiscal year).

3. Nidec conducted a two-for-one stock split on May 19, 2000.

3. Others

- (1) Designation/Non-Designation of Purchaser

Not applicable.

- (2) Information on Dilutions due to Residual Security

It has not been calculated since certain matters, including the Conversion Value, has not yet been determined.

- (3) Conditions of Equity Finance in the Last Three Years

- (i) Condition of Equity Finance

Not applicable.

- (ii) Movement of Share Prices, etc. in the Last Three Fiscal Years and at Present

	Year Ending March 31, 2001	Year Ending March 31, 2002	Year Ending March 31, 2003	Year Ending March 31, 2004
Opening Price	9,500 yen	5,600 yen	8,640 yen	6,580 yen
Closing Price	10,450 yen	9,490 yen	9,880 yen	9,790 yen
Low	4,810 yen	3,600 yen	5,200 yen	5,440 yen
High	5,500 yen	8,550 yen	6,680 yen	9,180 yen
Price-Earnings Ratio	61.7	74.3	86.7	-

- Note: 1. Nidec conducted a two-for-one stock split on May 19, 2000.
2. The share prices for the year ending March 31, 2004 are the prices as of September 29, 2003.

- (4) Others

Not applicable.