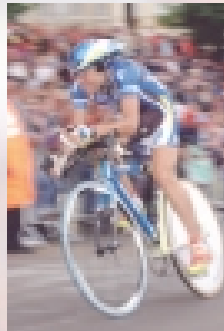


DESIGNING THE FUTURE BY USING OUR UNIQUE EXPERTISE

Wacoal is using the original technological capabilities it has developed in its intimate apparel operations to enter new business sectors. Today, we have high expectations that our Wellness product operations will become a driver of future growth.



CW-X



CW-X



nul sales floor



Paragon Sports in New York

Wacoal is expanding its Wellness business by drawing on the know-how it has built up in human science and product development thanks to its long-standing intimate apparel operations.

CW-X conditioning sportswear is the flagship line of our Wellness product range. The fact that top, professional sportspeople use these garments is a testament to how highly the quality and functionality of these products are regarded among athletes. In conjunction with efforts to develop this range worldwide, we sought to expand our retail network by establishing Wacoal Sports Science Corp., in the United States, in August 2002. The CW-X line is available at major sports shops in the United States, including Paragon Sports in New York. Furthermore, in Europe, we launched an original product for cyclists in March 2003 through an operational alliance with the world's second largest sports equipment retail chain, Decathlon, of France.

In Japan, based on the theme of "ALL DAY WELLNESS," we launched *nul* as a brand that offers health-related, lifestyle suggestions. The *nul* range includes intimate apparel, socks, shoes, and body-care cosmetic products that have been developed to enhance customers' health and sense of well-being. Targeting women in their 40s, we have begun merchandising this range at major department stores.

* CW-X: Based on human science and ergonomics, this line of conditioning wear was developed for athletes by Wacoal's Human Science Research Center following a series of comprehensive monitoring tests. The line consists of three kinds of products, including core support garments that reduce muscle fatigue during exercise by giving support to muscles, and by bracing joints. The line also includes undergarments designed to maintain physical comfort levels and outergarments. The unique functionality of these products is borne out by the considerable number of patents we have obtained for the CW-X line in Europe, North America, and Asia.