

August 30, 2011

News Release

GLORY LTD.
Victor Entertainment, Inc.

Sound Space Providing Service combining the “High-resolution audio system”
and “Speech privacy protection system”

- The world’s first service offered by Glory Ltd. and Victor Entertainment, Inc. -

Glory Ltd. in Himeji Japan (“Glory”) and Victor Entertainment, Inc. in Tokyo Japan (“Victor”) have developed a system which provides an amenity space that is filled with nature sounds and has a capability to protect privacy in conversations by combining their technologies: the speech privacy protection system “Voice Guard QG-11” of Glory and the high-resolution audio system “Nature Sound Mist” of Victor. Both companies will start a brand-new amenity space providing business by introducing this system as of September 1, 2011

Glory’s QG-11 “Voice Guard”, a speech privacy protection system, can prevent conversations from being overheard by bystanders. This function is especially required when the contents of conversation are highly-confidential. Glory plans to introduce this model into pharmacies, banks and security companies as the first step. Victor’s Entertainment Lab division developed the “Nature Sound Mist”, a high-resolution audio system. This system provides environmental space that makes people feel relaxed and refreshed in mind and body by being surrounded with nature sounds including high-frequency waves. Victor intends to market this system into mainly counseling rooms of hospitals and commercial facilities.

This business was realized as the result of a belief of the two companies that they would be able to derive benefits from each other through the tie-up. Victor, that is particular about quality of sounds, selected Glory’s technique of speech privacy protection technology. On the other hand, Glory decided to join hands with Victor because Victor’s high-resolution audio system would bring the best out of Glory’s speech privacy protection system.

The joint venture utilizes the systems and technologies owned by the two companies, aiming to both protect privacy in conversation and provide spaces where people can enjoy a sense of security and experience relaxation by making the installation sites into amenity spaces. This kind of attempt is the first in the world. In recent years, there is a growing need in offices space narrowed as the measure for energy conservation and for improvement of business efficiency by the effect of refreshing of office space. Under the circumstance, the both companies will promote the introduction of the service to various companies, organizations and local governments in addition to pharmacies, banks and securities companies.

Note *1 Speech privacy protection system “Voice Guard QG-11”:

This system was developed based on the speech privacy protection technology to prevent conversations from being overheard by bystanders, thus making it possible to keep private information from leaking through conversations. For the first time in the world, GLORY developed this technology that shields the contents of conversations from third parties within a certain range by making spoken words hard to recognize. In this technique, special sound to scramble conversations is generated by keeping the personal characteristic portion as it is and changing only the phonologic characteristic portion, and the special sound is output simultaneously as a word is pronounced. It generates special sounds to scramble conversations by making it difficult to recognize words themselves, thus also making it hard to pick up voices or words that are distinctive and familiar to listeners. Because a special sound is output as the conversation takes place the room can be kept quiet, when no one talks. It consists of microphones to pick up conversational speech, a main unit to analyze speech sounds and generate special sounds to scramble conversations and speakers to produce such sounds. This

system is installed at a counter of a pharmacy or bank or on a partition of rooms to provide an environment where people can have conversations worrying about leaks of information..

Note *2 High-resolution audio system “Nature Sound Mist”:

The development concept of the “Nature Sound Mist” is to provide sounds of nature in their natural state as much as possible by acoustically making a comfortable environment to soothe the five senses. This system can create nature sounds including high-frequency waves (up to the limiting frequency 48 kHz) beyond the human auditory area. By emitting nature sounds recorded at various power spots containing a lot of high-frequency waves in their original state including high-frequency components, the system can help listeners to relax and freshen them up. An experiment conducted by Tokyo University of Science, Suwa showed that nature sounds can activate the brain more efficiently than ordinary compressed sound sources and increase the alpha wave, suggesting the possibility of making listeners more emotional in a good way. Another experiment on the autonomic nerve system also verified that the refreshing effect can be increased. Victor has been marketing the system as a means to provide amenity spaces in facilities such as offices, restaurants, nursing homes and hospitals. The system has already been used in counseling rooms of hospitals and introduced into the products of office equipment companies, etc.

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About GLORY LTD.

GLORY LTD., headquartered in Himeji, Japan, is a pioneer in the development and manufacture of money handling machines and systems. GLORY provides a variety of products built on its leading-edge recognition/identification and mechatronics technology, such as money handling machines, cash management systems, vending machines and automatic service equipment. Committed to meet society’s wide-ranging needs, GLORY serves the financial, retail, vending machine, amusement and gaming industries in over 80 countries of world. GLORY employs more than 6,000 people worldwide. For more information about GLORY, please visit GLORY’s global website at <http://www.glory-global.com/>

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About Victor Entertainment Inc.

Victor Entertainment, established in 1927, had been making records as a music department of the electronic company, Japan Victor Company for the first 45 years. However, in 1972, we separated from Japan Victor Company itself, and instead, became one independent company of the Victor group. Since then, we have been working as general software making company; planning, producing and selling music software, and working widely on relating businesses. Right from the beginning we have worked as the core company of the group in its entertainment field.

Through the long history of music, music itself has changed from time to time. Similarly, the way of enjoying music has changed over periods. Yet, the reason people seek for music is never changing. Music is always there to give people ‘dream’ and ‘inspiration’, making ones life more full.

We believe that we are responsible for making people happy with music and give people dream and inspiration. We also believe that this can only be attained through real and close people to people connection. This, we keep in mind as company’s policy, and is putting in a great effort to keep close to the policy each and everyday.

<http://www.jvcmusic.co.jp/company/index.html>