

Company Name: Rinnai Corporation
2-26, Fukuzumi-cho, Nakagawa-ku,
Nagoya 454-0802, Japan
Representative: Hiroyasu Naito,
President & Representative Director
Listings: First Sections of Tokyo and Nagoya Stock
Exchanges (Securities Code: 5947)
Contact: Masao Kosugi, Executive Officer and
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Notice of Change in Status of Major Shareholders

Rinnai Corporation hereby announces a change in the status of its major shareholders. Details are given below.

1. Background to change

On November 22, 2007, the shareholder described below submitted a mass-circulation report to the Kanto Local Finance Bureau of the Ministry of Finance. Rinnai has confirmed the change in status.

2. Overview of shareholder

- (1) Name: Fidelity Investments Japan Limited
- (2) Head office: Shiroyama Trust Tower, 4-3-1 Toranomom, Minato-ku, Tokyo
- (3) Representative: Thomas Balk, President
- (4) Main business: Investment management

3. Number of shares (voting rights) held by major shareholder; percentage of total voting rights

	No. of voting rights (no. of shares)	Percentage of total voting rights
Before change (as of October 31, 2007)	52,295 (5,229,500)	9.67%
After change (as of November 15, 2007)	54,578 (5,457,800)	10.09%

- Notes: 1. "Percentage of total voting rights" figures are based on a total of 540,813 voting rights (calculated based on 54,216,463 shares issued and outstanding as of September 30, 2007, minus 135,163 shares without voting rights).
2. At present, Rinnai has not been able to clarify the existence of voting rights with respect to the said change in status. Based on the aforementioned mass-circulation report, however, the Company has concluded that the shareholder in question does possess such voting rights and has assumed the status of a major shareholder, and has made this disclosure accordingly. The list of major shareholders in order of share of voting rights is not shown here, because the share register has not yet been finalized.

4. Date of change

November 15, 2007

5. Future outlook

According to the aforementioned mass-circulation report submitted on November 22, 2007, the shareholder's stated purpose for holding Rinnai shares is to "manage the assets of customers according to investment trust covenants and discretionary investment agreements, etc."

[Reference]

An overview of a joint shareholder, referred to the aforementioned mass-circulation report, is given below.

- (1) Name: FMR LLC
- (2) Head office: 82 Devonshire Street, Boston, MA 02109, USA
- (3) Representative: Eric D. Roiter, Senior Vice President & General Counsel
- (4) Main business: Investment advisory
- (5) Number of shares (voting rights) held by previously mentioned major shareholder; percentage of total voting rights

	No. of voting rights (no. of shares)	Percentage of total voting rights
Before change (as of October 31, 2007)	52,295 (5,229,500)	9.67%
After change (as of November 15, 2007)	57,888 (5,788,800)	10.70%

Notes: 1. "Percentage of total voting rights" figures are based on a total of 540,813 voting rights (calculated based on 54,216,463 shares issued and outstanding as of September 30, 2007, minus 135,163 shares without voting rights).

2. At present, Rinnai has not been able to clarify the existence of voting rights with respect to the said change in status. Based on the aforementioned mass-circulation report, however, the Company has concluded that the shareholder in question does possess such voting rights and has assumed the status of a major shareholder, making this disclosure accordingly.

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