

PRESS RELEASE

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Announcement Regarding Establishment of a New Subsidiary in Malaysia

KOITO MANUFACTURING CO., LTD. ("KOITO") announces that, at the Board of Directors on September 28, 2017, it was resolved to establish a new subsidiary in Malaysia, as follows:

1. Objective

As a result of Japanese automotive manufacturer's business expansion and enhancement in its production capability, Malaysia is now the third largest automotive production country in ASEAN regions, following Thailand and Indonesia. A new subsidiary in Malaysia will enable KOITO to appropriately respond to the expanding automotive production in Malaysia. KOITO will continue making efforts to gain new businesses and improve profitability as KOITO Group by strengthening its global production structure.

2. Profile of a Subsidiary

(1) Name	: KOITO MALAYSIA SDN. BHD.
(2) Location	: Sendayan Tech Valley, Sendayan City, Negeri Sembilan State, Malaysia
	(75km south from Kuala Lumpur)
(3) Representative	: Will be transferred from KOITO Group
(4) Establishment Date	: Scheduled for October 2017
(5) Business Activities	: Manufacture and sale of automotive lighting equipment
(6) Fiscal Year End	: The end of December
(7) Initial Capital	: 60 million Ringgit
	(approx. 1.5 billion yen when converted at rate of 1 ringgit = 26 yen)
	Will be increased later for plant construction and equipment installation.

3. Profile of a Plant

(1) Plant Scale	: Land area 60,700 m ²
(2) Investment	: 5 billion yen
(3) Production Capacity	: Headlamps for 250,000 car-units and signal lamps for 250,000 car-units per year
	(planned for the end of 2021)
(4) Number of Employees : 250 employees (planned for the end of 2021)	
(5) Start of Production	: Scheduled for December 2019

4. Financial Impact

From this establishment, KOITO does not expect any significant effects on its consolidated business results for the fiscal year ending March 2018.