

Establishment of a Forging Die Manufacturing Company in China

Okaya & Co., Ltd. has decided to establish a hot forging die manufacturing company jointly with Nankai Special Steel Co., Ltd. and Shanghai Utsuno Motorcar Mold Co., Ltd. in Shanghai City, People's Republic of China.

The company aims to participate in the Chinese automotive industry expected to grow further in the future and satisfy needs from local users by supplying products made with Nankai Special Steel's excellent technology through Shanghai Utsuno Motorcar Mold's sales network.

1. Corporate name	Nankai Okaya Mold (Shanghai) Co., Ltd	
2. Location	Shanghai City, People's Republic of China	
3. Business purpose	Manufacture and sale of hot forging dies	
4. Capital	Equivalent to JPY 140 million	
	Nankai Special Steel Co., Ltd.	50%
	Okaya & Co., Ltd.	43%
	Shanghai Utsuno Motorcar Mold Co., Ltd.	7%
5. Establishment	March 2013 (scheduled)	
6. Begins operation	May 2013 (scheduled)	
7. President (part time)	Miharu Fukuhara (President of Nankai Special Steel Co., Ltd.)	
8. CEO (full time)	Chiaki Fukuhara (Director of Nankai Special Steel Co., Ltd.)	
9. Number of employees	20 employees (plan as of 2014)	
10. Annual Sales (plan)	JPY 350 million (fiscal year ending December 2014)	
	JPY 500 million (fiscal year ending December 2015)	

<For reference>

Nankai Special Steel Co., Ltd.

- Location	Sakai City, Osaka
- Business purpose	Manufacture and sale of forging dies, die parts and others
- Capital	JPY 16 million
- Establishment	May 1950

Shanghai Utsuno Motorcar Mold Co., Ltd.

- Location	Minhang, Shanghai City, People's Republic of China
- Business purpose	Design and production of cold press dies and others
- Capital	US\$600,000 (100% owned by Utsuno Mold Co., Ltd.)
- Establishment	August 2004