

June 27, 2019

Announcement of Establishment of a Joint Company in Europe

Daiichi Jitsugyo Co., Ltd. (“DJK”, Head Office : Japan, President & CEO: Ichiro Uno) and CIS Co., Ltd. (“CIS”, Head Office : Republic of Korea, President & CEO : Kim Soo Ha) have resolved to jointly establish DC Energy GmbH on June 27 2019, a new company in Frankfurt, Germany, specializing in sales of lithium ion battery manufacturing equipment.



Purpose of Establishment

In the auto market in Europe, gasoline and diesel engine regulations have been significantly tightened; demand in rechargeable battery manufacturing equipment for electric vehicles has been on a high increase. Since DJK has concluded that there will be much potential for further business growth under tailwind conditions from such a booming market, DJK has reached an agreement to jointly establish a new company in Europe with CIS, a manufacturer of rechargeable battery manufacturing equipment. The joint company will proactively develop business and contribute to environmental conservation, utilizing CIS’s technology as well as DJK’s group-wide knowledge and sales force.

Outline of the Joint Company

Company Name : DC Energy GmbH

Location : Mergenthalerallee 79-81, D-65760 Esborn, Germany

Director : Iraka Aoki, Daijiro Kodama, Lee Kisu

Line of Business : Sales of lithium ion battery manufacturing equipment

Capital : 25,000 Euros

Fiscal Closing Month : March

Establishment Date : September 20, 2019 (Projected)

Ownership : DJK 60%, CIS 40%

Outline of the Joint Partner

Company Name : CIS Co., Ltd.

Location : 37 Palgong-ro 47-gil, Dong-gu Daegu, 41028, Republic of Korea

Representative : Kim Soo Ha

Line of Business : Manufacturing of rechargeable battery manufacturing equipment and
automation equipment

Capital : 5,362 million Won

Relationships with DJK

Capital : None

Human Resources : None

Business : Existing DJK's vendor for lithium ion battery manufacturing equipment

Timeline

Date of Joint Agreement : June 27, 2019

Date of Joint Establishment : September 20, 2019 (Projected)

Date of Operation Start : September 20, 2019 (Projected)

【Contact】

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