

August 1, 2014

Establishment of Overseas Corporation in Mexico

Okaya & Co., Ltd. has decided to establish an overseas corporation, a trading company, in Mexico. It aims to expand business in the future as the sales operations site of the Okaya & Co., Ltd. group in the Latin America region, which companies from many countries mainly in the auto industry are rapidly entering.

1. Name Okaya Mexico S.A. de C.V.
2. Location In Silao, Guanajuato, Mexico
3. Business purpose Trading Company (Iron & Steel, Specialty Steel, Machinery and Tools, Industrial Chemical, Electronic Components and others)
4. Capital (At time of establishment)
Peso 1.75 million (JPY 14 million)
86% by Okaya (USA), Inc.
14% by Mex Okaya-TN (U.S.A.), Inc.

(Capital after capital increase) Capital is expected to be increased immediately after establishment.
Peso 10 million (JPY 80 million)
65% by Okaya & Co., Ltd.
30% by Okaya (USA), Inc.
5% by Mex Okaya-TN (U.S.A.), Inc.
5. Establishment Late August 2014 (scheduled)
6. Representative Kazuhiko Shibata (concurrently serves as Mexico Office Manager and Houston Branch Manager of Okaya (USA), Inc.)
7. Number of employees 5 employees (scheduled)
8. Sales plan JPY1.6 billion (fiscal year ending December 2015)
JPY2.8 billion (fiscal year ending December 2016)

<For reference>

Sites and group companies in Mexico

Name	Establishment	Location	Business purpose
Okaya Mexico S.A. de C.V.	September 2013	In Silao, Guanajuato	Market research, information gathering
Mex Okaya-TN, S. de R.L. de C.V.	October 2007	Tijuana, Baja California	Stamping and assembling appliance parts