

***March 8, 2011***

**Elematec to Establish Subsidiary in India**

Elematec Corporation decided to establish a locally-incorporated entity in Bagalore City, State of Karnataka, Republic of India as follows.

**1. Reason for establishing a locally-incorporated entity**

Elematec Group places Asian region as a key area for business development and the group decided to set up a locally-incorporated entity also in India, which is experiencing a remarkable economic growth, to establish a new operating base.

Elematec Group will expand sales activities mainly focusing on Japanese automobile manufacturers and Japanese electrical manufacturers in India to expand the group's scale of operations.

**2. Profile of locally-incorporated entity**

- a. Name Elematec Trading India Private Limited
- b. Location Unit No.601, 6<sup>th</sup> Floor, PRESTIGE MERIDIAN-1, No.29, M.G Road, Bangalore-560001, Karnataka, INDIA
- c. Person in charge Tomoharu Oe (Elematec Overseas Division Manager)
- d. Establishment March 2011 (scheduled)
- e. Activities Import, export and domestic sales of electrical materials and electronic components in Republic of India
- f. Fiscal year end March 31
- g. Capital 36,320 thousand INR
- h. Investment ratio Elematec 99%, Elematec Singapore (Pte.) Ltd. 1% (scheduled)
- i. Employees 5
- j. TEL 91-80-40935645
- k FAX 91-80-40935646

**3. Outlook for operating results**

The effect of the establishment of subsidiary on Elematec operating results (consolidated and non-consolidated) are insignificant and there are no revisions to the operating results for the current fiscal year announced on October 29, 2010.