

November 17, 2011

Elematec to Establish Subsidiary in Malaysia

Elematec Corporation will establish a subsidiary in Kuala Lumpur, Malaysia as follows.

1. Reason for converting to a locally-incorporated entity

Elematec established a Representative Office in Kuala Lumpur, Malaysia in December 2008 as an office of its wholly owned subsidiary Elematec Singapore (Pte.) Ltd. but Elematec decided to convert the office to a locally-incorporated entity to expand the scale of operations and enhance service of the Elematec Group.

2. Profile of locally-incorporated entity

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|---------------------|---|
| a. Name | ELEMATEC MALAYSIA SDN. BHD. |
| b. Location | B-13-1, North Point Mid Valley City, No.1 Medan Syed Putra Utara, 59200 Kuala Lumpur Malaysia |
| c. Person in charge | Yutaka Yamaki (current Managing Director, Elematec Singapore (Pte.) Ltd.) |
| d. Establishment | January 1, 2012 (scheduled) |
| e. Activities | Import, export and domestic sales of electrical materials and electronic components in Malaysia |
| f. Fiscal year end | March 31 |
| g. Capital | US \$ 800 thousand |
| h. Investment ratio | Elematec 100% |
| i. Employees | 7 (scheduled) |
| j. TEL | 60-03-2288-1521 |
| k. FAX | 60-03-2288-1526 |

3. Outlook for operating results

The effects 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 31, 2011.