

July 12, 2006

Establishment of a manufacturing subsidiary in Poland

Okaya & Co., Ltd. has decided to establish a metal stamping subsidiary in the Republic of Poland. The new company plans to construct its plant in Torun, Pomorska, Republic of Poland, and manufacture metal stamping parts for flat-screen (liquid crystal display) televisions to be sold in the rapidly growing European market.

1. Name Poland Tokai Okaya Manufactuirng Sp. z o.o.
2. Location Torun, Pomorska, Republic of Poland (200km west-northwest of Warsaw)
3. Capital Yen 400 million (78% held by Okaya & Co., Ltd., 20% by Tokai Pressing Co., Ltd. and 2% by Okaya Europe GmbH)
4. Investment Yen 1.5 billion (primary investment: land and buildings of Yen 530 million, machinery and equipment of Yen 810 million, others of Yen 160 million)
5. Establishment Scheduled in the middle of September, 2006
6. Opening date Scheduled in July, 2007
7. Representative President, Hideki Nakasone (currently General Manager of No. 1 Steel Dept., Nagoya HO)
8. Number of employees 110 employees (of which 6 are resident officers)
9. Business purpose In response to the timing when an electric-appliance maker which is one of our business partners establishes in the Republic of Poland a new manufacturing base for flat-screen (liquid crystal display) televisions for the European market, the new company aims at expanding the business of metal stamping by utilizing the technology and know-how of Tokai Pressing Co., Ltd., which is one of our group companies.
10. Sales plan Yen 6 billion (fiscal year ending in December, 2008)

<For reference> Outline of Tokai Pressing Co., Ltd.

Address: 9-25, Kando, Yatomi, Aichi Prefecture
Establishment: 1919
Representative: Masashi Horibe (President)
Capital: Yen 210 million
Annual sales: Yen 10.6 billion (fiscal year ended in February, 2006)
Number of employees: 154 employees (as at February, 2006)
Business: Metal stamping parts for household electrical goods, OA equipment, and automobiles.
Manufacturing of metal molds, etc.