

September 9, 2019

Notice Concerning the Capital Alliance with METALTECH LTD.

Company name: Unipres Corporation
Representative: Masanobu Yoshizawa, President and Representative Director
Securities code: 5949 (Tokyo Stock Exchange, First Section)
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Unipres Corporation (Head Office: Yokohama, Kanagawa; President: Masanobu Yoshizawa) passed a resolution at a meeting of its Board of Directors on September 9, 2019, to enter into a capital alliance with METALTECH LTD. (Head Office: Komaki, Aichi; President: Ryuichi Yajima; hereinafter called the “METALTECH”) through the underwriting of a capital increase by METALTECH by way of third-party allotment. The details are as follows.

1. Reasons for the capital alliance

Unipres globally supplies pressed automotive parts to automobile manufacturers from its bases in Japan, the Americas, Europe and Asia. METALTECH supplies pressed automotive parts and other components to automobile manufacturers in Japan and Thailand.

Unipres and METALTECH began to collaborate in 2017 in an effort to expand their sales to automobile manufacturers with a focus on Japan and Asia and have made efforts to expand sales through the utilization of two companies' networks. In light of the increasingly intense competitive environment prevailing in the automobile industry, Unipres has decided to enter into a capital alliance with METALTECH, with the aim of leveraging the strengths of each company and further enhancing the synergy between the companies.

2. Details of the capital alliance

To strengthen the cooperative ties between the two companies, Unipres will underwrite all 1,000 shares of common stock to be issued through the third-party allotment by METALTECH. As a result of this transaction, Unipres will own 33.3% of total shares of METALTECH, and METALTECH is expected to become an affiliate of Unipres accounted for under the equity method.

- (1) Number of shares held before change 0 shares
- (2) Number of shares acquired 1,000 shares
- (3) Number of shares held after change 1,000 shares (Ratio of voting rights holding: 33.3%)

3. Outline of business alliance partner (as of 31 March, 2019)

(1) Company name	METALTECH LTD.
(2) Address	1418, Muranaka, Komaki, Aichi, 485-0082, Japan

(3) Name and title of representative	Ryuichi Yajima, President		
(4) Business	Fabricated metal products (Mainly for automotive components)		
(5) Capital	100 million yen		
(6) Established	October 1, 2004		
(7) Major shareholders and shareholding ratios	YAJIMA CORPORATION 100% (2,000 shares)		
(8) Business performance and financial data for the past three years			
Fiscal year	Fiscal year ended March, 2017	Fiscal year ended March, 2018	Fiscal year ended March, 2019
Net sales	18,721 million yen	20,531 million yen	22,812 million yen
Operating income	275 million yen	424 million yen	241 million yen

4. Schedule

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| (1) Date of resolution by the board of directors | September 9 |
| (2) Date of conclusion of agreement | September 13, 2019 (scheduled) |
| (3) Date of shares to be acquired | October 1, 2019 (scheduled) |

5. Impact on future business results

The capital alliance with METALTECH is expected to have a negligible impact on consolidated business results for FY 2019 ending March 31, 2020.

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