



For Immediate Release

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Toyo Denki Seizo Announces Details regarding the Establishment of an Overseas Subsidiary

Tokyo, August 16, 2011 — Toyo Denki Seizo K.K. today announced details of its decision to establish a subsidiary in China following a meeting of its Board of Directors held on August 16, 2011. Brief details are presented as follows.

1. Reasons for establishing the subsidiary

Toyo Denki has decided to establish the new subsidiary in Beijing to expand and bolster its transportation and industrial systems businesses in China, a country which is anticipated to experience continued growth.

2. Profile of the subsidiary

- (1) Company name (planned): Toyo Denki (Beijing) Co., Ltd.
- (2) Address: 2605, JianWai SOHO B 39, Dong San Huan Zhong Road, Chaoyang District, Beijing
- (3) Representative: Masami Tsuchiya, Chief Operating Officer
(Currently Senior Executive Officer, Toyo Denki Seizo K.K.; concurrent positions held: Deputy Director, Transportation Business Division; General Manager, China Promotion Department)
- (4) Date of establishment: September 2011 (planned)
- (5) Fiscal year-end date: December 31
- (6) Registered capital: US\$1.6 million
- (7) Business activities: Sale of electrical equipment for rail vehicles as well as electric components for general industrial machinery; import and export operations related to each of the aforementioned; after-sales services related to each of the aforementioned
- (8) Equity interest: 100%

3. Outlook

The establishment of the subsidiary company is projected to have an immaterial impact on the Toyo Denki Group's consolidated performance for the fiscal year under review.