

March 31, 2017

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Representative	Masataka Uetake President and CEO
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Completion of the New Factory in the Netherlands

We are pleased to inform you that the construction of a new plant of CHUGOKU PAINTS B.V., our consolidated subsidiary, is now completed.

The new plant handles, with virtually almost unmanned operation, the entire production process of paint manufacturing from charging of raw materials to dispersion and filling of paint. Since such automation enables production within a sealed space, it is expected to suppress VOC (Volatile Organic Compounds) emissions which cause air pollution, and other benefits include an improved workplace environment, elimination of labor shortages and enhanced productivity.

Date of Completion: March 22, 2017

Location: Heijningen, Netherlands

Building Area: Approximately 3,600m<sup>2</sup>

Production Capacity: 1,000 metric tons per month

※ Plans to convert existing plant (with production capacity of around 700 metric tons per month) into a warehouse.

Products: Marine Paints

Total Investment: Approximately 2.8 billion yen

External Appearance of the Factory:

