



October 10, 2023

Japan Industrial Solutions Co., Ltd.

JIS to invest in Class A and Class B Shares from Nippon Chemi-Con Corporation

Today, Japan Industrial Solutions III Investment Limited Partnership, operated by Japan Industrial Solutions Co., Ltd. ("JIS"), has reached an agreement with Nippon Chemi-Con Corporation (hereinafter, "NCC" TSE Prime code 6997) to acquire 10,000 Class A shares for 10 billion yen and 5,000 Class B shares for 5 billion yen through third-party allotment.

NCC is a leading manufacturer in the aluminum electrolytic capacitor industry. The company has been facing financial and performance challenges due to penalties and settlements related to antitrust violations from 2014.

Amid such circumstances, NCC initiated a new medium-term management plan ("mid-term plan") from April 2023, focusing on "high-quality growth through resilience". As part of this mid-term plan, the company has been seeking third party capital provider with aims to restructure its manufacturing capability to enhance profitability by strengthening its financial position and investments in promising areas like conductive polymer hybrid aluminum electrolytic capacitors, particularly for the automotive market.

JIS highly values NCC's capabilities, which span from material research to the design of production facilities, and the development of innovative and reliable electronic components through a comprehensive, group-wide process. JIS agrees with Nippon Chemi-Con's approach to enhance corporate value through its mid-term plan. Based on this mutual understanding, a capital investment agreement has been concluded as of today. The investment is contingent upon approval of proposals pertinent to Class A&B shares during NCC's Extraordinary General Shareholders Meeting.

JIS is committed to supporting NCC's strategy for sustainable growth as a leading company in the aluminum electrolytic capacitor industry through this agreement.