



March 23, 2017

To whom it may concern:

Company Name: MEC COMPANY LTD.
Representative: President & CEO Kazuo MAEDA
(Securities code: 4971)
Contact: Corporate Communication Office Head
Yoshihiro SAKAMOTO
(TEL +81-(0)6-6401-8160)

Establishment of an overseas subsidiary

We hereby notify you that at a meeting of the board of directors held on March 23, 2017, the Company resolved to establish a subsidiary in Thailand. This is in line with the announcement “Start of consideration regarding the establishment of an overseas subsidiary” released on December 1, 2016. The details are as follows.

1. Reason for establishing the subsidiary

Our chemicals are widely used in the process of manufacturing printed circuit boards for electronic equipment including information communication equipment, digital appliances, cars, and medical examination equipment. In order to meet the increase in demand in the Southeast Asia region that has occurred in recent years, we decided to establish a subsidiary in Thailand.

2. Overview of the subsidiary

- (1) Name: MEC THAILAND Co., Ltd. (planned)
- (2) Location: Rojana Industrial Park, Ayutthaya, Thailand
- (3) Representative: Kazuo MAEDA
- (4) Business description: Manufacture and sale of chemicals for use in manufacturing printed circuit boards and electronic parts
- (5) Capital: 700 million yen
- (6) Date of establishment: June 2017
- (7) Start of operations: July 2018 (planned)
- (8) Investment ratio: The Company 100%
- (9) End of fiscal year: December

3. Future outlook

We believe that the impact of this establishment on our earnings forecast for the current consolidated fiscal year is insignificant at this time.

However, we will promptly disclose information on whether or not the earnings forecast needs to be amended and any other matters that need to be disclosed in the future.