



June 10, 2014

To Whom It May Concern:

Company name: DAIDO METAL CO., LTD.  
Representative: Seigo Hanji, Chairman and CEO  
(Code: 7245, 1st Section of TSE and 1st Section of NSE)  
Contact: Keiichi Kogure, Executive Director and Chief at  
Management Planning Center (Phone: 052-205-1403)

**Notification on Establishment of a New Factory in India to Produce Automobile Engine Bearings**

DAIDO METAL Co., LTD. established a joint venture BBL DAIDO PRIVATE LTD. (hereinafter referred to as BBLD) in 2001 with the Amalgamations Group, a leading conglomerate based in Chennai India. BBLD has mainly been producing bushings for automobile shock absorbers. This is to inform you that we have determined that BBLD will start production of bearings for automobile engines in addition to bushings, and accordingly build a new factory on the premises.

Description

1. Objective

To respond quickly to the request of local production from customers in India to increase sales, in view of a growing demand in India for automobile engine bearings.

2. Company overview

1. Name of company: BBL DAIDO PRIVATE LIMITED
2. Address: RS No. 19, Vandalur - Kelambakkam Road  
Pudupakkam, Kelambakkam - 603 103, India.  
(Suburb of Chennai in the State of Tamil Nadu)
3. Description of business: The company currently produces bushings for automobile shock absorbers. In the new factory, the company will also be producing bearings for automobile engines.
4. Capital: 100,000,000 Indian Rupee
5. Investment ratio: Taking the opportunity of the factory expansion, we increased the investment ratio in the company from 40% to 50% (Amalgamations Group holds 50%).
6. Start of operation: In 2015 (scheduled)

3. Future prospects

This matter will have little effect on our consolidated results for this fiscal year (the fiscal year ended in 2015).

End