NIPPON KINZOKU Group's Coil Center "Nikkin Malaysia", Celebrating Its 10th Anniversary, Held an Operation Ceremony of the New High-performance Stainless Steel Strip Cutting Machine.

NIPPON KINZOKU (MALAYSIA) SDN. BHD. (Headquarters: Johor, Malaysia, hereinafter "Nikkin Malaysia"), a group company of NIPPON KINZOKU CO., LTD. (Headquarters: Minatoku, Tokyo), announced that on July 11, 2023, we held an operation ceremony for the stainless steel strip cutting machine newly installed in June 2023. About 20 people attended the operation ceremony, including Yasushi Shimokawa, President of NIPPON KINZOKU Co., Ltd. Looking ahead to the next 10 years, the cutting machine to be introduced this time aims to expand sales to Southeast Asian countries and India, improve quality, and strengthen the BCP system with NIPPON KINZOKU (THAILAND) CO., LTD.(Headquarters: Ayutthaya, Thailand, hereinafter "Nikkin Thailand"), which is also a group company.



New cutting machine



Yasushi Shimokawa, President of Nippon Kinzoku Co., Ltd. pushed the switch of the cutting machine.

*News release dated April 6, 2023

Nippon Kinzoku Group's Coil Center "Nikkin Malaysia", Celebrating Its 10th Anniversary, will Newly Install the Third High-performance Stainless Steel Strip Cutting Machine. <u>https://www.nipponkinzoku.co.jp/images/2023/04/c-63791-2023040414-</u> db04c8b7350a3686d64959d88c9417bcen.pdf

Outline of new facility

It covers the plate thickness that can be produced by the existing cutting machine No. 1 and cutting machine No. 2, and can also handle large unit weights of raw materials. In addition, the cutting machine No. 3 adopts a high-precision column clamping type C-type floating sheet compatible system and vector motor speed control, which improves quality compared to existing cutting machines. And the 2-axis friction winding system improves productivity and yield.

Thickness that can be produced : $0.05mm \sim 1.0mm$ Board width that can be produced : $10mm \sim 450mm$ Raw material mass that can be produced : Max.2,800kg/Coil

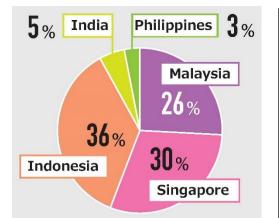
Sales expansion target

Due to regional differences in the progress of electrification, we have received orders for injectors (fuel injection parts for gasoline vehicles) that will be launched from the end of 2024 to 2025, and we are working to expand sales of internal combustion engine parts for gasoline vehicles, which are being concentrated in Southeast Asia. In addition, due to the trend toward factory automation, demand for air cylinders in China and the United States is increasing, and we will promote increasing the market share of our materials. In addition, we will also focus on acquiring new business items such as medical, CASE, and semiconductor related items.

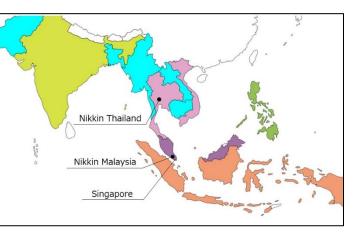
About Nikkin Malaysia

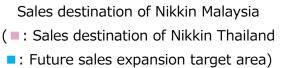
Based in Johor Bahru, Nikkin Malaysia supplies cold-rolled stainless steel strips mainly to Malaysia, Singapore and Indonesia. In addition, we are working on sales expansion activities mainly in medical-related, automobile-related, and metal masks (semiconductor manufacturing, etc.), with India as the largest target country for sales expansion. In the future, we aim to expand the sales area targeting Cambodia, Laos, Myanmar, Pakistan, Bangladesh, etc. in cooperation with Nikkin Thailand.

Nikkin Malaysia homepage URL: <u>https://www.malaysiabrand.com.my/website/kinzoku/</u>



Share of each country in Nikkin Malaysia sales in 2021





*Nikkin Thailand homepage URL: http://www.fact-link.com/mem_content.php?pl=jp&mem=00003164&page=00013602

About the vision of the 11th management plan [NIPPON KINZOKU 2030]

IA multi & hybrid material company that co-creates new value that is friendly to people and the earth. We will contribute to the future of people and the earth by realizing the performance required for final products through rolling and composite molding of a wide variety of materials. We will aim to transform our business structure by focusing on new technologies and new products that meet new needs. Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

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