日本電解株式会社
Nippon Denkai, LTD.

FASF MEMBERSHIP

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Company name: Nippon Denkai, Ltd.
Representative: Hidemasa Nakajima,
President and CEO
Listed on: TSE Mothers Code No.5759
Contact: Yoichi Yamamoto,
Director and CFO

Notice Regarding the New Plant Construction in U.S. Subsidiary

We hereby announce that we have resolved the construction of a new plant in U.S. subsidiary.

1. Purpose of the new plant construction

In order to increase the supply capacity of copper foil products for automotive batteries for the U.S. market, a new plant will be constructed on the land owned by the U.S. subsidiary.

The U.S. subsidiary is currently preparing to manufacture copper foil for automotive batteries by renovating its existing facilities, and plans to start mass production of copper foil for EV batteries for the first time in the U.S. by the end of FY2022.

The new plant, together with the renovation of the existing facilities, will enhance the product supply system for the US market.

The products manufactured at the new plant will be supplied to battery manufacturers in the United States.

2. Outline of the new plant

Location: Camden, South Carolina, U.S.A. (next to existing plant)
Capital expenditure: Approx. 140 million US dollars (approx. 15 billion yen)
Product and capacity: Copper foil for EV batteries, approx. 9 thousand tons per year
Construction period: Start construction in spring 2022 to completion in summer 2023

3. Impact on future business performance

In the fiscal year following the start of operations at the new plant (scheduled for fiscal year 2024), we anticipate an increase in depreciation expenses, but we expect this to be absorbed by increase in product supply and growth in earnings.

In the event that any matters requiring disclosure arise in the future, it will be promptly disclosed.

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