



January 23, 2025

Business Name: Konoike Transport Co., Ltd.  
Name of representative: Tadahiko Konoike,  
Representative Director,  
Chairman, President and Chief  
Executive Officer (Securities  
code: 9025; Prime Market)  
Inquiries: Shigeki Tanabe, Managing  
Executive Officer, Executive  
General Manager, Corporate  
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([https://www.konoike.net/en/contact/ir\\_pr/](https://www.konoike.net/en/contact/ir_pr/))

## **(Disclosure Progress) Notice regarding acquisition of shares in Ferro Scrap Nigam Limited (making it a wholly owned subsidiary)**

Konoike Transport announced on September 27, 2024, in the "Notice regarding acquisition of shares of Ferro Scrap Nigam Limited (making it a wholly owned subsidiary)," that we would acquire shares in Ferro Scrap Nigam Limited (hereinafter "FSNL"), an Indian state-owned steel slag processing company. We are pleased to announce that the acquisition was completed on January 21, 2025, and FSNL has become a wholly owned subsidiary of our company.

This acquisition was made as a result of Konoike Transport winning the tender organized by the Government of India for the privatization of FSNL, an Indian state-owned steel slag processing company, held on July 29, 2024, and was made in order to acquire 100% of the outstanding shares of FSNL and make it a wholly owned subsidiary.

\*1 Related press release: September 27, 2024 <https://ssl4.eir-parts.net/doc/9025/tdnet/2504770/00.pdf>

FSNL is involved in the processing of slag (a byproduct of the steelmaking process) from steel mills in India, recovery of metals contained in slag, processing of slag into useful materials, and distribution of the products handled. In addition, Konoike Transport has long provided a variety of services\*2 at steel mills in Japan, including management of steel raw materials, processing of steel products, and packaging, logistics, and equipment maintenance.

\*2 "Services for the steel industry" on Konoike Transport's website

<https://www.konoike.net/en/solution/servicelineup/steel/>

India is currently the world's second largest producer of crude steel (140 million tons in 2023) and is expected to become a driving force in the global steel industry in the future, with the government announcing that it will increase its capacity to 300 million tons by 2030. Konoike Transport has positioned its Indian business as one of the key businesses in its Medium-Term Management Plan (for FY 3/2023-3/2025)\*3, and by bringing FSNL in its Group, it will enter the steel market in India, where growth is expected, and focus on the steel business as a new revenue base in the Indian market.

\*3 Explanatory Materials on the New Medium-term Management Plan

[https://ssl4.eir-parts.net/doc/9025/ir\\_material\\_for\\_fiscal\\_ym3/119145/00.pdf](https://ssl4.eir-parts.net/doc/9025/ir_material_for_fiscal_ym3/119145/00.pdf)



■ Toshihiro Fujiwara, Executive Officer, Executive General Manager, Steel Division, Konoike Transport Co., Ltd.

FSNL is an outstanding company that has established a strong position as a supplier to state-owned steel manufacturers in India. This company's business overlaps significantly with the business of Konoike Transport's Steel Division. The successful acquisition of this company through the Indian government's privatization initiative represents a significant step for Konoike Transport in expanding its business in India, and we also expect that FSNL will benefit from the application of our know-how to enhance productivity, creating a win-win relationship.

■ Overview of Ferro Scrap Nigam Limited : (<https://fssl.nic.in/>)

Business Name	Ferro Scrap Nigam Limited	Representative	Chairman and Managing Director Manobendra Ghoshal
Head Office	FSNL BHAWAN, Equipment Chowk, Central Avenue, Post Box-37 Bhilai-490001.		
Incorporated	March 28, 1979		
Capital Stock	320 million INR	Employees	423
Net Sales	4,346 million INR	Operating Income	882 million INR
Business	Steel slag processing, scrap recovery, etc.		

\*Capital stock, employees, net sales and operating income are as of March 31, 2024