

Plant Construction in Malaysia

Following the establishment of its Malaysian consolidated subsidiary MATSUDA SANGYO (MALAYSIA) SDN. BHD. ("MSM") to further expand its overseas precious metals business, Matsuda Sangyo Co. Ltd. ("Matsuda Sangyo") hereby announces that it has commenced construction work on a local plant following a period of construction planning and preparation.

1. Reason for Construction of Plant

Malaysia is poised to continue its growth as a manufacturing base, particularly in the semiconductor and electronic parts sectors. Given this outlook, Matsuda Sangyo has undertaken plans for the construction of a local plant in accordance with applicable environmental policies outlined by the Malaysian authorities. The plant will focus on recovery and refining of precious metals from semiconductor and electronics scrap. MSM recently obtained official approval to move forward with the construction plans and has now commenced construction.

2. Overview of Plant Construction Plan

- (1) Location: Hicom Industrial Estate, Petaling, Selangor, Malaysia
- (2) Site area: approx. 20,000 sqm
- (3) Construction started: November 2010
- (4) Operation scheduled from: September 2011
- (5) Total investment: approx. ¥1.0 billion

3. Impact on Earnings

The impact of the plant construction on the group's earnings for the fiscal year ending March 31, 2011 is expected to be minimal.

(Reference) Overview of MATSUDA SANGYO (MALAYSIA) SDN. BHD. ("MSM")

- (1) Company name: MATSUDA SANGYO (MALAYSIA) SDN. BHD.
- (2) Representative: Yasuyori Nishide
- (3) Established: June 10, 2009
- (4) Capital: 15 million Malaysian Ringgit
- (5) Shareholder: Matsuda Sangyo Co., Ltd. 100%