

Company	KITO CORPORATION
President and CEO	Yoshio Kito
Identification Code	6409 (TSE 1)
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New Kito Production Subsidiary in Thailand

On April 23 the Kito Board of Directors decided to set up a new production subsidiary in Thailand.

1. Mission of the subsidiary

Kito will transfer a part of its production of core hoist products to Thailand to reduce production costs and make better use of the supply chain in Thailand, which is expected to reduce costs for materials. In establishing the subsidiary, the company will start by using as its main plant a facility in Thailand that has been idle. Anticipating an increase in hoist demand in the near future, the Kito Group hopes this shift will increase production flexibility and capacity.

2. Profile of new subsidiary

1. Name	KITO HOIST THAI CO., LTD
2. Location	700/243 MOO.1, AMATANAKORN INDUSTRIAL STATE, BANKAO, PANTHONG, CHONBURI 20160, THAILAND
3. Representative	Nobuyoshi Mukawa
4. Business	Sales and production of hoist products
5. Capital	THB 371.4 million
6. Establishment	May 2019 (scheduled)
7. Investment ratio	99.9% (Shareholders other than Kito includes Kito's director and employee)
8. Relationship with Kito Corporation	Specified subsidiary of Kito Corporation

3. Outlook

Kito will report the actual effect of the share purchase with its consolidated financial results as necessary at an appropriate time.