

Aug 19, 2016

ADEKA CORPORATION

Establishment of a Second-tier Subsidiary in China

ADEKA Corporation (Representative Director and President: Akio Kohri) signed an investment agreement with the Administration of Zhejiang Dushan Port Economic Development Zone based on a plan to establish a new production hub in the city of Pinghu, Jiaxing, Zhejiang, China.

We plan to establish ADEKA Fine Chemical (Zhejiang) Co., Ltd. and construct a new plant in the city after passing the required screening tests. The new company will manufacture polymer additives among other materials, and its production capacity will be 20,000 tons per year.

Our six affiliated companies in China have expanded their businesses in a wide range of areas, including the manufacture and sale of polymer additives, functional polymers and food products. In order to further strengthen our business base and expand business in the Chinese market for the future, we will continue to make investments through ADEKA (China) Co., Ltd. (ADEKA's investment ratio: 100%), an investment company of ADEKA, as our hub for company-wide strategic promotion in China.

■ Outline

1) Company Name	ADEKA Fine Chemical (Zhejiang) Co., Ltd.
2) Location	Dushan Port Economic Development Zone, Pinghu, Jiaxing, Zhejiang, China
3) Date of Establishment	October 2016 (scheduled)
4) Capital	\$ 30 million
5) Investor	ADEKA (China) Co., Ltd. 100%
6) Start of business	January 2020 (scheduled)
7) Sales target	500 million yuan
8) Number of Employees	200 (provisional)
9) Main business (at the time of establishment)	Manufacture and sale of chemical products, such as polymer additive

■ Contacts

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