

Establishment of Two Overseas Corporations in China by Our Subsidiary

Okaya & Co., Ltd. is pleased to announce that our subsidiary company, Okaya Electronics Corp. (OEC), will establish overseas corporations in Hong Kong and Shenzhen.

In collaboration with our local group companies, they will develop new customers and products, and conduct proposal sales activities and technical support that make use of their expertise not only in China but also in Southeast Asia, aiming for future business expansion.

1. Okaya Electronics (H.K.) Ltd. (tentative name)

- | | |
|----------------------------|---|
| (1) Location | Within Okaya International (H.K.) Ltd.
Units 2401-4, 24/F, F WD Financial Centre, 308 Des
Voeux Rd., Central, Hong Kong |
| (2) Representative | Shinichiro Fujisawa |
| (3) Capital | HKD 7 million (equivalent to about JPY 98 million, OEC
100%) |
| (4) Establishment | July 2019 (scheduled) |
| (5) Number
of employees | 2 employees (scheduled) |
| (6) Business purposes | Sale of electronic components and semiconductors |
| (7) Annual sales | Fiscal year 2020 (planned) JPY 3 billion |

2. Okaya Electronics (Shenzhen) Ltd. (tentative name)

- | | |
|----------------------------|--|
| (1) Location | 901. Tower B, East Pacific International Center, 7888
Shennan Avenue, Futian District, Shenzhen |
| (2) Representative | Osamu Mizuno, President,
Makoto Hirano, President and CEO |
| (3) Capital | RMB 1.5 million (equivalent to about JPY 24 million,
OEC 100%) |
| (4) Establishment | September 2019 (scheduled) |
| (5) Number
of employees | 4 employees (scheduled) |
| (6) Business purposes | Technical and quality support and marketing of electronic
components and semiconductors |
| (7) Annual sales | Fiscal year 2020 (planned) JPY 45 million |

For reference

Outline of Okaya Electronics Corp.

- | | |
|----------------------------------|---|
| (1) Head office | Shin-Yokohama Mineta Bldg., 2-3-19 Shin-Yokohama,
Kohoku-ku, Yokohama, Kanagawa Prefecture |
| Branch and sales
offices etc. | Nagoya Office, Osaka Office, Utsunomiya Office, Tokyo
Office, etc. |
| (2) Representative | Osamu Mizuno |
| (3) Capital | JPY350 million |
| (4) Establishment | September 1984 |
| (5) Number
of employees | 138 employees (as of Feb. 28, 2019) |
| (6) Business purposes | Development, manufacture, and sale of semiconductors,
software, and electronic equipment |
| (7) Annual sales | JPY46.5 billion (fiscal year ending Feb.2019) |