

Establishing a Joint Venture in China for the Commercial Vehicle Equipment Business

Nabtesco Corporation (headquarters: Chiyoda-ku, Tokyo; President & CEO: Katsuhiko Teramoto) hereby announces that on November 8, 2021, one of its consolidated subsidiaries Nabtesco Automotive Corporation (headquarters: Chiyoda-ku, Tokyo; President: Ataru Inoue) established Nabtesco Automotive (Shanghai) Co., Ltd. (headquarters: Shanghai, President: Kei Amano) in China as a joint venture with Ningbo Heli Technology Co., Ltd. (hereinafter “Heli Technology”).

1. Purpose of establishing the joint venture

In response to the increasing trend of electrification in the commercial vehicle market, Nabtesco Automotive has been pushing ahead with the development of electric air compressors (EAC). Accordingly, the company decided to start conducting business on a full scale in the Chinese commercial vehicle market, where electrification has been progressing at a faster pace than in other parts of the world. Heli Technology, which is the partner in the joint venture, has long been supplying precision metal molds and aluminum alloy parts in the Chinese vehicle market and has built a broad network for the business. Through the joint venture, Nabtesco Automotive will work to establish “Nabtesco” brand position in the Chinese commercial vehicle market, thereby contributing to the sustainable development of the Nabtesco Group.

2. Outline of the joint venture

(1) Name	Nabtesco Automotive (Shanghai) Co., Ltd.
(2) Name and title of representative	President Kei Amano
(3) Location	1705 Room, Yue Xiu Tower, No. 388 Fu Shan Road, Pudong New Area, Shanghai, 200122, China
(4) Establishment	November 8, 2021
(5) Investment ratio	Nabtesco Automotive: 51%, Heli Technology: 49%
(6) Capital	105,000,000 yen
(7) Line of business	Purchase, wholesale, export/import and commission agency of electric air compressors (EAC) for commercial vehicles and EAC components

3. Outline of Nabtesco Automotive Corporation

(1) Name	Nabtesco Automotive Corporation
(2) Name and title of representative	President Ataru Inoue
(3) Location	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo 102-0093, Japan
(4) Establishment	December 1, 2009
(5) Major shareholder and its investment ratio	Nabtesco Corporation (100%)
(6) Line of business	Development, manufacture and sale of brake systems for commercial vehicles

4. Outline of Heli Technology

(1) Name	Ningbo Heli Technology Co., Ltd.
(2) Name and title of representative	Chairman and General Manager Shi Liangcai
(3) Location	No. 358 Xigu Road, Xiangshan Industrial Park, Ningbo, Zhejiang 315700, China
(4) Date of establishment	November 15, 2000
(5) Actual sales for FY2020	10 billion yen
(6) Line of business	Development, manufacture and sale of precision metal molds and aluminum alloy parts
(7) Major customers	Beijing Benz, BMW Brilliance, SAIC VW, SAIC GM, SAIC Hongyan, BYD, NIO, Nematik, MAGNA COSMA, Toyota Industries (Kunshan) Co., Ltd.
(8) Official website (URL)	http://www.helimould.com/

5. Future outlook

The impact of the establishment of this joint venture on Nabtesco Corporation's consolidated business performance for the fiscal year ending December 31, 2021 will be minor. Going forward, however, the establishment will contribute to the business expansion of the company.

End