

News Release

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## Hydraulic Equipment Business: Rebuilding the Tarui Plant into an Environmentally Advanced Plant

Nabtesco Corporation (headquarters: Chiyoda-ku, Tokyo; President & CEO: Katsuhiro Teramoto) hereby announces that it will rebuild the Tarui Plant (Gifu Prefecture), which manufactures hydraulic equipment for use in construction machines.

The Tarui Plant functions as the mother factory in Nabtesco's hydraulic equipment business and is more than 60 years old. In view of this fact, Nabtesco has decided to replace the old plant building with an advanced one equipped with state-of-the-art facilities.

Through this project, Nabtesco aims to transform the Tarui Plant into the best manufacturing plant in terms of safety, environmental performance, quality and productivity, and to build a highly automated production system that can respond flexibly to changes in demand. The new plant building will feature resistance against earthquakes with a seismic intensity of upper 6 and the ability to discharge water totaling double the volume that was discharged during the heaviest-ever rainfall experienced at the plant. Moreover, the new building will be equipped with an emergency power supply and shelter functions as a local evacuation center in the event of a disaster to contribute to local communities. Furthermore, with the installation of highly energy-efficient equipment and solar panels and with the reduced use of electricity for lighting and air conditioning, the new environmentally advanced plant will help Nabtesco reduce its  $CO_2$  emissions toward the achievement of the SBT 1.5-degree Celsius target by 2030.

The construction of the new factory building will start in July, 2022 and be completed in May, 2025, with the total investment amount reaching about 5 billion yen.



Illustrative image of the new building