

Investment in Chinese TOMI Group Trading Company with View to Expand Commerce Business

SENKO Group Holdings Co., Ltd. (Head office, Koto-ku, Tokyo; President, Yasuhisa Fukuda; “SENKO GHD”) has acquired 33.4% of stocks of three trading companies (Shanghai TOMI Electronic Material Co., Ltd. (Head office, Shanghai; Chairman, Fusheng Li; two other companies; “TOMI Trading”) of the TOMI Group (Head office, Shanghai; Chairman, Fusheng Li) Chinese trading company that handles materials and parts used for LCD panels and organic EL products. The TOMI trading companies will become consolidated equity subsidiary companies of SENKO GHD.

Trading companies of the TOMI Group import and sell electronic materials and products such as various LCD panel materials and semiconductor materials to major Chinese display manufacturers and smartphone manufacturers. These types of trade and transactions make up its key business, while the manufacturing department focuses on development of parts centered around glass for high-end smartphones. It is already operating a production plant in Chengdu in Sichuan province, and is beginning to supply products to manufacturers of displays and smartphones.

Meanwhile, SENKO GHD owns SENKO International Trading Co., Ltd. (Head office, Koto-ku, Tokyo; President, Kazunori Masuda; “SIT”), a group company that is involved in trading and commerce of the same electronic materials as the TOMI trading companies. SIT imports and exports materials for displays and printed circuit boards as well as raw materials, and will coordinate operations with the TOMI trading companies for importing and exporting electronic materials between Japan and China as it acts as an agent dealing with manufacturers and users.

With the TOMI trading companies as consolidated equity subsidiary companies, SENKO GHD will facilitate the mutual utilization of SIT and TOMI Group's management resources and know-how with the aim of expanding the commercial rights of electronic materials and building a solid sales base. It is also aiming to enhance profitability by increasing logistics operations used by TOMI Group's production businesses based on the SENKO Group's logistics know-how.

<Investment company overview>

1. Investment company: Three trading companies of the TOMI Group (Chairman: Fusheng Li)
(Shanghai TOMI Electronic Material Co., Ltd. and two other companies)
2. Head office address : 1839 Qixin Road, Minhang District, Shanghai, China
3. Capital : 110 million CNY (approx. 1.8 billion yen) (total of 3 companies)
4. Established : June 2006
5. Line of business : Import and export of electronic materials and products
6. Business sites : Three trading company sites (excluding branches)
7. No. of employees : 123 (current as of December 2021)