

Notice regarding Establishment of Subsidiary in Vietnam

KITZ Corporation (hereinafter refer to as “KITZ”) hereby announces that it resolved, at a meeting of the Board of Directors held on March 13, 2023, to establish a subsidiary in Vietnam.

1. Purpose of Subsidiary Establishment

Stainless steel valves are placed as one of KITZ’s priority valve types, considering the constant strong demand. KITZ will establish a new subsidiary in Vietnam in order to expand the manufacturing capacity of these products, ensure a stable supply, and avoid geopolitical risks with dispersed manufacturing bases, thereby increasing its sales over the medium to long term. The subsidiary will proceed with the construction of a new factory, which is scheduled to begin operation in November 2024.

2. Overview of Subsidiary to be Established

(1)	Name	KITZ Corporation of Vietnam Co., Ltd. (tentative name)
(2)	Location	Vinh Phuc Province, Socialist Republic of Viet Nam
(3)	Description of Business	Manufacturing and sales of stainless steel valves
(4)	Date of Establishment	March 2023 (scheduled)
(5)	Beginning of Business	November 2024 (scheduled)
(6)	Capital	429,703 million Vietnamese dong
(7)	Investment Ratio	KITZ Corporation 100%

3. Future Outlook

The effects of the subsidiary establishment on KITZ’s consolidated financial results for the current fiscal year will be minor.