



July 1, 2016

To whom it may concern

This document is an English translation of a statement written initially in Japanese. The Japanese original should be considered as the primary version.

Company Name Musashi Seimitsu Industry Co., Ltd.
Representative President & CEO Hiroshi Otsuka
(Stock code 7220 Tokyo, Nagoya)
Director
Inquiries Senior Executive Officer Isao Kamiya
Finance & Accounting
(TEL. 0532-25-1101)

Musashi Seimitsu Industry completes acquisition of Hay Holding GmbH

Musashi Seimitsu Industry Co., Ltd. (MSI) announced that it has completed the acquisition of Hay Holding GmbH (Hay Group) on June 30, 2016. The agreement of the acquisition was already announced on May 9, 2016.

Through this acquisition, MSI expects to expand its business platform by increasing the product portfolio of its Powertrain Division (※), enhance development capabilities of unit products, and establish stronger relationships with European OEMs. Moreover, MSI strives to become a global supplier of automotive components with a competitive edge on production capabilities.

1. Acquisition price and borrowings

The acquisition price will be the price after reflecting the adjustment mechanism using the financial information on the date of closing which is determined in the Share Purchase Agreement. The acquisition price will be announced as it is determined.

The total borrowing amount is ¥ 55 billion, which includes funding of the acquisition price, refinancing payment of Hay Group's existing borrowings and other facilities.

2. Forecast

The effect of the transaction on the financial results for the fiscal year ending March 31, 2017 is still under review, and will be announced as it is determined.

※Powertrain Division: The business for automotive driving components.