



April 27, 2022

Company name: **Makita Corporation**
Representative: Munetoshi Goto, President, Representative Director
Stock ticker code: 6586

Notice Concerning Establishment of Joint Venture Company (Consolidated Subsidiary)

At the Board of Directors meeting held today, Makita Corporation (hereinafter referred to as “Makita”) resolved to make a joint investment with MACNICA, Inc. (hereinafter referred to as “MACNICA”) to establish a joint venture company. The details are as follows.

Although this does not fall under the criteria for timely disclosure, we consider it useful information and voluntarily disclose it.

1. Purpose of Establishing the Joint Venture

Makita is currently strengthening the development, production and sales of cordless products to become “a Supplier of a Comprehensive Range of Cordless Products”. Since many semiconductors are used in the cordless products that our company focuses on, stable procurement of semiconductors has become an important issue. In addition to the current global shortage of semiconductors, demand for semiconductors is expected to increase further and procurement of semiconductors to become more severe going forward due to the shift from fossil fuel to electric drive in order to realize a decarbonized society.

In light of these circumstances, Makita has decided to establish a joint venture (consolidated subsidiary) specializing in semiconductor business by jointly investing with MACNICA, in order to stably procure semiconductors for use in Makita products, while incorporating the knowledge and know-how of MACNICA, a trading company that handles semiconductors and other electronic components.

2. Overview of the Joint Venture

(1) Name	Makita International Procurement Co., Ltd.
(2) Address	New Taipei City, Taiwan
(3) Representative	Shinichiro Tomita, Representative Director (cum Director, Corporate Officer and General Manager of Purchasing Headquarters in Makita)
(4) Business description	Mediation, etc. of semiconductor trading
(5) Capital	TWD 7 million
(6) Investment ratio	Makita: 85.1% MACNICA: 14.9%
(7) Date of establishment	August 2022 (planned)

3. Overview of Joint Venture Partner

(1) Name	MACNICA, Inc.
(2) Address	MACNICA Bldg. No. 1, 1-6-3 Shin-Yokohama, Kohoku-ku, Yokohama-shi, Kanagawa
(3) Representative	Kazumasa Hara, President and Co-CEO
(4) Business description	Import and export of electronic components such as semiconductor devices and ICs, and distribution, development and processing thereof; development of electronic equipment and its peripheral equipment and accessories, and import, export and distribution thereof
(5) Capital	11,194.268 million yen
(6) Date of establishment	October 30, 1972