

To whom it may concern

6, November, 2014

Company name Shindo Electronics Co.,Ltd
Name of representative CEO Noriyuki Tanaka

Contact information MD Tatsuhiro Sunayama
GM Tetsuo Oohori

Announcement for establishing Joint Venture Company of Manufacturing in Myanmar

We are pleased to announce that Shindo Electronics Co. Ltd has formed Joint Venture agreement with Shwe Ka Thar Engineering & Manufacturing Co.,Ltd.(Abbreviation; SKT); intend to manufacture in Myanmar and supply electronic components to our customers.

All the preparation works for setup has been initiated since last quarter of 2012 and finally received approval from Myanmar Investment Commission (Abbreviation; MIC) on 6th, November, 2014.

In view of democratizing process and progressive economic reformation, Foreign Direct Investment for manufacturing industries sector into Myanmar is progressively move forward. Along with the further Economic Growth, it is also expected to be as “China plus One”; a next generation manufacturing base of Asia

In order to stay price competitiveness, we have been considering and preparing to establish an overseas production facilities as our Medium and long term plan since previous years. We found Myanmar has competitive advantage to others for

- ①Availability towards high quality with readily available plentiful and good attitude labor force,
- ②Higher English language proficiency skill among Asia countries,
- ③Lower labor cost compared to neighboring countries,
- ④geographically location bordering on important countries such as China, India, Thailand.
- ⑤Tax Exemption and etc. and

Such competitive advantages, made us to decide for establishment of Joint Venture Company for Manufacturing business in Myanmar.

In addition, with support of The Overseas Human Resources and Industry Development Association (Abbreviation; HIDA), we had accepted distinguished engineers form Yangon Technological University as technical intern trainee for inspection process since last year and have been bringing up high level engineers to start up our operation successfully.

【Summary of Joint Venture Company】

(1)Name	Shwe Ka Thar-Shindo Engineering & Manufacturing Private Co., Ltd. (Abbreviation; 「SKT-Shindo E&M」)
(2)Address	NO. 151, Yawgi Kyaung Street, 11 Ward, Hlaing Township, Yangon, Myanmar
(3)Name of representative	Mr. SUN THET TUN (President & Chief Executive Officer)
(4)Business summary	Manufacturing and Supplying Electronic components
(5)Date of establishment	August, 2014
(6)Capital	USD \$6.06 Million
(7)Investment schedule	SKT : 50% Shindo Electronics : 50%

【Summary of Partnership Company (SKT)】

(1)Name	Shwe Ka Thar Engineering & Manufacturing Co., Ltd. (Abbreviation; SKT)
(2)Address	No.1109, Ba Yint Naung Tower 2-B, Ba Yint Naung Road, Kamayut Township, Yangon, Myanmar
(3)Name of representative	Mr. SUN THET TUN (Managing Director)
(4)Business summary	Process Plant Engineering, Construction and Electronics Components Manufacturing
(5)Date of establishment	25-Oct-2013

Our target to start operation in new factory is from May, 2015. Firstly we would like to start from Inspection Process and sequentially expand each other process. As the aim, we will try to establish production system of the whole process in 2016. We would like to try more hard to satisfy your requirement with Cost, Technology, and Quality. We hope we can expand our business further more.

Picture at signing ceremony



Perspective picture of factory

