

April 5th, 2016

Nabtesco to Acquire German Compressor Manufacturers

Nabtesco Corporation (headquartered in Chiyoda-ku, Tokyo, Japan; Kazuaki Kotani, President and CEO), hereby announces that it has concluded a share purchase agreement, through its subsidiary, Nabtesco Automotive Corporation with the shareholders of ITG Serienfertigung Fahrzeugteile GmbH (headquartered in The Free State of Saxony, Germany, hereinafter “ITG-S”) and ITG Kompressoren GmbH (headquartered in The Free State of Saxony, Germany, hereinafter “ITG-K”), to acquire a 100% share in both ITG-S and ITG-K.

“ITG-S and ITG-K are ideal partners for us. Not only will we have the opportunity to accelerate our mid-to-long term growth strategy, namely, development of new generation products and high-value added air supply management systems in the future, but we will also be able to expand into European markets.” said Tomoyuki Horiguchi, President of Nabtesco Automotive Corporation.

“We wanted to find a promising partner, like Nabtesco, to allow us sustainable growth and to further strengthen our development. For over two decades, we have built a solid reputation for our high quality products, and we are confident that we will be able to contribute complimenting Nabtesco’s product line-up.” said Eberhard Bredel, Managing Director of ITG-S and Steffen Zschoche, Managing Director of ITG-K.

Headquartered in The Free State of Saxony, Germany, ITG-S and ITG-K employ about 80 employees in total. They have been one of nation’s leading manufacturers of compressors for commercial vehicles.

The agreement will allow both companies to benefit from integrating technology as well as exchange of manufacturing and development know-how. In addition, combined sales of both companies’ products are expected to be welcomed by customers.

1. Outline of Nabtesco Automotive Corporation

(1) Name	Nabtesco Automotive Corporation
(2) Address	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo
(3) Name and title of representative	Tomoyuki Horiguchi, President
(4) Business	Development, production and sale of brake products for commercial vehicle
(5) Date of establishment	December 1 st , 2009
(6) Shareholders and shareholding ratios	Nabtesco Corporation 100%
(7) Number of employees	300 employees

2. Outline of ITG-S and ITG-K

	ITG-S	ITG-K
(1) Date of establishment	1994	2002
(2) Location	The Free State of Saxony, Germany	
(3) Capital	€100,000	€50,000
(4) Number of employees	65 employees	15 employees
(5) Main customers	Daimler, MAN, Voith Turbo, Knorr Bremse etc.	
(6) Products	Compressors and parts of compressors	

3. Schedule

Signing the share purchase agreement : April 4th, 2016

Execution of stock transfer : May, 2016

4. Future outlook

The impact of this acquisition on our consolidated business performance is currently scrutinized, in the event that matters to be disclosed arise, such matters will be promptly disclosed.