For Immediate Release

Company Name: Advanex Inc.
Representative: Tsuneo Shibano, President & COO
(Code Number: 5998, 1st Section of Tokyo Stock Exchange)
Inquiries: Toshiya Ohno, Executive Director & CFO
(Telephone: +81-3-3822-5865)

Transfer of Shares in a Subsidiary and Extraordinary Income

At an extraordinary meeting of the Board of Directors held on July 1, 2014, Advanex Inc. resolved to transfer 49% of its stock in Daiichi Kasei Holdings Co., Ltd., a wholly owned subsidiary of the Company, to four group companies of Abico Group of Taiwan: ABICO FS Co., LTD., JABON INTERNATIONAL CO., LTD., AVY HIGH TECH LIMITED, and ABILITY I VENTURE CAPITAL CORPORATION. On July 1, the Company concluded a stock transfer agreement.

In association with the stock transfer, in the fiscal year ending March 31, 2015, the Company will post a gain on sales of shares of subsidiaries and associates of approximately 290 million yen in extraordinary income.

1. Purpose of the stock transfer
Advanex engages primarily in the precision springs business and the plastics business. In recent years, in the plastics business, an area in which the Daiichi Kasei Group is involved, sales have been declining in Japan and rising in Asia. In this environment, Advanex will have Abico Group participate in the management of the Daiichi Kasei Group and will combine the Daiichi Kasei Group’s plastic molding technology with Abico Group’s electronic equipment and office automation equipment production and sales business to further expand its plastics business and accelerate its expansion in China and Southeast Asia.

Moreover, to strengthen its core precision springs business, Advanex will appropriate funds from the stock transfer for investment in a domestic plant specializing in auto parts that it plans to build and for the expansion of its production system in Asia. It will also develop cooperative relations with Abico Group in the precision springs business in Asia to expand its scope of business.

2. Outline of the subsidiary that will transfer part of its stock

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<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>(1) Name</td>
<td>Daiichi Kasei Holdings Co., Ltd.</td>
</tr>
<tr>
<td>(2) Location</td>
<td>154 Shimokoyama, Shimotsuke, Tochigi</td>
</tr>
<tr>
<td>(3) Title and name of representative</td>
<td>Representative Director, Masami Obara</td>
</tr>
<tr>
<td>(4) Business</td>
<td>Production and sale of precision injection-molded products made of plastic, ceramic, and plastic and ceramic composites, design, production, and sale of precision molds for injection molding, and design, production, and sale of precision assemblies and unit products, including electronic components, especially plastic components, rubber parts, and pressed parts</td>
</tr>
<tr>
<td>(5) Number of employees</td>
<td>(Non-consolidated) No employees other than officers</td>
</tr>
<tr>
<td></td>
<td>(Consolidated) 890 (as of March 31, 2014)</td>
</tr>
<tr>
<td>(7) Capital</td>
<td>100 million yen</td>
</tr>
</tbody>
</table>
Established August 11, 1989

(9) Major shareholder (holding)
Advanex Inc. (100.0%)

(10) Relationships between the Advanex and Daiichi Kasei Holdings

<table>
<thead>
<tr>
<th>Capital relationship</th>
<th>Advanex holds all of the shares of Daiichi Kasei Holdings.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel relationship</td>
<td>Four directors and one auditor of Daiichi Kasei Holdings are also officers of Advanex.</td>
</tr>
<tr>
<td>Business relationship</td>
<td>Not applicable</td>
</tr>
</tbody>
</table>

(11) Operating results and financial position in the past three years (consolidated)

<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>Net sales</td>
<td>¥10,056 million</td>
<td>¥10,013 million</td>
<td>¥11,349 million</td>
</tr>
<tr>
<td>Operating income</td>
<td>¥289 million</td>
<td>¥200 million</td>
<td>¥369 million</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>¥224 million</td>
<td>¥294 million</td>
<td>¥435 million</td>
</tr>
<tr>
<td>Net income</td>
<td>¥254 million</td>
<td>¥276 million</td>
<td>¥406 million</td>
</tr>
<tr>
<td>Total assets</td>
<td>¥6,505 million</td>
<td>¥6,499 million</td>
<td>¥7,220 million</td>
</tr>
<tr>
<td>Net assets</td>
<td>¥910 million</td>
<td>¥1,115 million</td>
<td>¥1,583 million</td>
</tr>
</tbody>
</table>

3. Outline of four companies to which shares will be transferred

1. Name: ABICO FS Co., LTD.
2. Location: 13F-1, No.27 Lane169, Kang-Ning St., His-Chih Dist., New Taipei City 221, Taiwan, R.O.C.
3. Title and name of representative: HU, Shiang Chi
4. Business: Electronic components, record discs, parts of office automation equipment
5. Capital: 408 million Taiwan dollars (1,383 million yen)
6. Established: June 29, 1993
7. Net assets and total assets in the latest fiscal year:
   - Net assets: 618 million Taiwan dollars (2,095 million yen)
   - Total assets: 1,490 million Taiwan dollars (5,051 million yen)
8. Major shareholder (shareholding):
   Ability Investment Co., Ltd. 8.08%
9. Relationship with Advanex: None

Taiwan dollars are translated into yen using an exchange rate of 3.39 yen to the Taiwan dollar (the rate at the end of May 2014).

1. Name: JABON INTERNATIONAL CO., LTD.
2. Location: 104-89 7F, No.178, Sec.2, Nanjing E. Rd., Zhongshan Dist., Taipei City 104, Taiwan, R.O.C.
3. Title and name of representative: HU, Shiang Chi
4. Business: Powder metallurgy, the assembly of gear boxes, electronic components
5. Capital: 519 million Taiwan dollars (1,759 million yen)
6. Established: December 9, 1976
7. Net assets and total assets in the latest fiscal year:
   - Net assets: 894 million Taiwan dollars (3,031 million yen)
   - Total assets: 1,897 million Taiwan dollars (6,431 million yen)
8. Major shareholder (shareholding):
   AVY Precision Technology INC. 21.88%
   Ability Investment Co., Ltd. 6.00%
9. Relationship with Advanex: None

Taiwan dollars are translated into yen using an exchange rate of 3.39 yen to the Taiwan dollar (the rate at the end of May 2014).
<table>
<thead>
<tr>
<th></th>
<th>Name</th>
<th>Location</th>
<th>Title and name of representative</th>
<th>Business</th>
<th>Capital</th>
<th>Established</th>
<th>Net assets and total assets in the latest fiscal year</th>
<th>Major shareholder (shareholding)</th>
<th>Relationship with Advanex</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>AVY HIGH TECH LIMITED</td>
<td>P.O.Box 217, Apia, Samoa</td>
<td>TONG, Chun Yi</td>
<td>Investment holding company</td>
<td>6.776 million US dollars (689 million yen)</td>
<td>October 26, 2007</td>
<td>Net assets: 14.355 million US dollars (1,459 million yen) Total assets: 23.661 million US dollars (2,405 million yen)</td>
<td>AVY Precision Technology INC. 100%</td>
<td>None</td>
</tr>
<tr>
<td>2</td>
<td>ABILITY I VENTURE CAPITAL CORPORATION</td>
<td>10F, No.101, Fu-Hsing North Road, Taipei, Taiwan, R.O.C.</td>
<td>TONG, Ching-Hsi</td>
<td>Venture capital</td>
<td>1 billion Taiwan dollars (3,390 million yen)</td>
<td>October 13, 2011</td>
<td>Net assets: 1.078 million Taiwan dollars (3,654 million yen) Total assets: 1.079 million Taiwan dollars (3,658 million yen)</td>
<td>AVY Precision Technology INC. 28%</td>
<td>None</td>
</tr>
</tbody>
</table>

US dollars are translated into yen using an exchange rate of 101.66 yen to the U.S. dollar (the rate at the end of May 2014).

Taiwan dollars are translated into yen using an exchange rate of 3.39 yen to the Taiwan dollar (the rate at the end of May 2014).

Abico Group was founded in 1965 as Ability Enterprise Co., Ltd. by TONG, Ching-Hsi and TONG, Ching-Hsiung. Ability Enterprise became the sole agency of Canon Inc. in Taiwan. In 1987 the Group established Ability Investment Co., Ltd., starting its investment business. The Group has grown to become a diversified corporate group with five listed and OTC companies: Ability Enterprise Co., Ltd. (TT2374), AVY Precision Technology INC. (TT 5392), Grand Tech C.G. Systems Inc. (TT 6123), Jabon International Co., Ltd. (TT 1566), and Abico-FS Co., Ltd. (TT 8071). Abico Group has 15 production bases in Taiwan and overseas and sales bases in over 20 countries. The number of employees is more than 15,000.

For further information, please refer to the website of the Group.

http://www.abico.com.tw/
4. Number of shares to be transferred and number of shares held before and after the transfer
   (1) Number of shares held before the transfer 44,590 (Holding: 100.0%)
   (2) Number of shares to be transferred 21,849.1
      (Breakdown)
      ABICO FS Co., LTD. 6,688.5
      JABON INTERNATIONAL CO., LTD. 8,918
      AVY HIGH TECH LIMITED 4,459
      ABILITY I VENTURE CAPITAL CORPORATION 1,783.6
   (3) Number of shares held after the transfer 22,740.9 (Holding: 51.0%)

5. Schedule
   July 1, 2014 Resolution at an extraordinary meeting of the Board of Directors,
               conclusion of a transfer agreement
   July 31, 2014 Delivery of shares (planned)

6. Other
   After the stock transfer, Daiichi Kasei Holdings Co., Ltd. will remain a consolidated subsidiary of Advanex. If it becomes clear that the government of the Republic of China will not approve the stock transfer, the agreement will be canceled.

7. Extraordinary income associated with the stock transfer
   In association with the stock transfer, Advanex plans to post a gain on sales of shares of subsidiaries and associates of approximately 290 million yen in extraordinary income. For the effect of the stock transfer to the consolidated results, please refer to the “Revisions to the FY 2015 Performance Forecast” published on July 1. The performance forecast is based on Advanex’s expectations. If Advanex changes the forecast, it will announce the change.