



Aug 2nd 2019

Company Name Nifco Inc.
 Head Office 5-3 Hikarinooka, Yokosuka-shi, Kanagawa
 Company Code 7988 (1st Board TSE)
 Rep. Director President & Representative Director,
 Toshiyuki Yamamoto
 Contact Person Executive Managing officer,
 Head of Administration, Kotaro Suzuki
 (TEL:03-5476-4850)

Notice of Merger of Consolidated Subsidiary (progress report on a previous disclosure)

Nifco Inc. ("the Company") hereby gives notice of a completion of the merger disclosed "Notice of Merger of Consolidated Subsidiary" on Dec 10 2018 as indicated below. Through the merger, its 100% owned subsidiaries Nifco KTS GmbH shall be absorbed into the remaining Nifco KTW GmbH. The new entity name is Nifco Germany GmbH.

1. Aim of the merger

To realize and actualize the Company's growth strategy in the German OEM market by merger of the Company's two subsidiaries.

2. Details of the merger

(1) Merger method

Nifco KTS GmbH shall be absorbed into the remaining Nifco KTW GmbH.

(2) Merger schedule

- 1) Contract approved : December 10th 2018
- 2) Shareholders meeting approval date : N/A
- 3) Date of merger : July 31st 2019

(3) Related distributions from the merger : N/A

(4) New stock acquisition rights from absorbed entity : N/A

3. Details of merging entities

	Surviving Company	Extinct Company
(1) Name	Nifco KTW GmbH	Nifco KTS GmbH
(2) Location	Weissenberg, Germany	Solingen, Germany
(3) Representative	Karsten Schmidt, 2 others	Tony Schmidt, 1 other
(4) Business line	Sale and manufacture of plastic auto parts	Sale and manufacture of plastic auto parts
(5) Capital	€ 70 million (¥9.2 billion approx.)	€ 26 million (¥3.4 billion approx.)
(6) Established	2015	2014
(7) Outstanding shares	N/A	N/A
(8) Fiscal end	December 31	December 31
(9) Major shareholder and %	Nifco Inc. 100%	Nifco Inc. 100%

4 . Conditions following the merger

The new entity name, location, representative and capital are as follows below. There will be no change to the line of business or business reporting periods.

(1) Name	Nifco Germany GmbH
(2) Location	Weissenberg, Germany
(3) Representative	Axel Muller, 5 others
(4) Capital	€70 million

5 . Future business outlook

As this merger is an internal reorganization of the Company's 100% owned subsidiaries, there will be no adverse effects on business performance.

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