

News Release
February 14, 2020

Regarding effect to our China operations due to new coronavirus infection

We would like to send our sympathy for those affected to new coronavirus and also for those whose daily lives are affected due to outbreak of infection from Wuhan City, Hubei Province, China.

With regards to current situation of our China operations due to new coronavirus, we will inform as follows.

1. Operation status of production base

Production bases of our group are located in Kunshan City (3 companies), Changshu, Suzhou City (1 company) and Lianyungang City (1 company), all in Jiangsu Province. As notified by the authorities, we have extended the Chinese New Year holiday, and in case of production base in Lianyungang, we have resumed partial operation on 11th February, however, due to mobility limitation of our employees, operation activation procedures and others, other bases have not resumed its operation yet. Depending on the approval of permission to operate, we will resume our operations in sequential order, however, depending on attendance status of our employees, status of logistics and suppliers, we may not have the normal operation for some time.

2. Operation status of sales base

Sales bases of our group are located in Shanghai, Beijing (2 locations), Shenzhen, Guangdong, Chongqing City and Kunshan City.

Similar to our production base, Shanghai and one location in Beijing have partially resumed operations, however, for the other locations, currently, sales bases are scheduled to resume 17th February or after.

3. Future Outlook

In order for our group companies located in China to resume our operations as early as possible, we are strictly following the instruction by the authorities, and at the same time, we are to secure safety of our employees. However, depending on future situation and notification by the Chinese authority, there may be significant changes.

It is unclear to when the normal operation might resume, but if there are any changes in the situation, we will make an announcement again. Also, in case if any influence in our business performance revealed, we will make an announcement promptly.