

July 22, 2019

To whom it may concern:

Company name: Toyo Machinery & Metal Co., Ltd.
Representative: Mr. Yshiaki Tabata, President & CEO
Contact person: Mr. Masato Sakai, Corporate Officer,
General Manager, Management Planning Office

Announcement on Stock Acquisition of Our Distributor in Europe

Dear Sirs,

As stated below, we are very pleased to announce that we, at Toyo Machinery & Metal Co., Ltd. have acquired stocks of GM-Injection AG (hereinafter called "GM"), a company that is a parent company of R.P. Injection Srl (hereinafter called "RP") having 100% of its stocks. RP is our distributor selling our products in Europe.

Details

1. Summary on stock acquisition of GM

- (1) Number of stocks : 154 stocks (30% of GM's total stocks)
- (2) Amount of stocks : 4,530,000EUR (551 million yen)
- (3) Date of acquisition : July 4, 2019

2. Reason of stock acquisition

RP is our distributor that has a solid position in selling their molds for injection molding and hydraulic injection molding machines in the entire Europe with its business operation centered in Italy.

RP entered into a sole distributorship with us in 2007 in terms of selling our electric injection molding machines in the Europe market. Since then, RP has been steadily expanding the sales result. As of our fiscal year of 2018, RP has sold an accumulated number of 800 units or more of our injection molding machines in Europe. RP is enhancing the sales efforts at this moment too.

In our current mid-term business plan, we are aiming at launching a series of customer-value-creating-type products into market, developing global business strategy and our structural reform. In this plan, we have decided establishing a stronger-than-ever relationship with RP is of great importance for our company management to continue to further develop the marketing of our injection molding machines in Europe.

Yours sincerely,