

September 27, 2019

FOR IMMEDIATE RELEASE

V Technology Co., Ltd.
Shigeto Sugimoto: President & CEO
Shogo Yoshimura: IR Group Leader

Notice on Establishment of a Subsidiary (Investment Corporation) in China

V Technology Co., Ltd. (YBP East Tower 9F, 134 Godo-Cho, Hodogaya-Ku, Yokohama City, Kanagawa, JAPAN, President and CEO: Shigeto Sugimoto, “*V-Tech*”) resolved to establish a subsidiary (Investment Corporation), V Investment China Co., Ltd. (“*VIC*”) in Shanghai to accelerate the business in China and further expand the small -and- medium sized flexible OLED salvage business in China and the details are as follows.

1. Purpose of Establishment of the Subsidiary

V-Tech and our group companies are pursuing various initiatives to become one of the world's leading manufacturing solution providers. Since the establishment of a representative office in Shanghai in 2007, we have made every effort to expand the business in China by providing various products to local customers. Currently, we are developing FPD equipment business and semiconductor manufacturing equipment business mainly at 7 group companies in China.

We resolved to establish *VIC*, an investment corporation, to respond flexibly to changes in the market of the high-tech industry in China and accelerate further business expansion. The establishment of *VIC* shall enable the establishment of new companies and joint ventures more quickly, as well as reduce the investment burden by utilizing local preferential policies. In addition to providing management guidance to companies that *VIC* invests in, *VIC* gives them support for becoming listed companies on the Chinese securities market, aiming to maximize the return on investment.

2. Overview of the Investment Corporation

1) Trade Name	V Investment China Co., Ltd.
2) Address	Shanghai Hongqiao Business District
3) Title and Name of the Representative	Chairman : Yukihiro Kanzawa
4) Major Business	-Net investment in Chinese companies and our group companies, management guidance to investees, etc.
5) Initial paid-up capital	5.56 USD million (current plan) (JPY conversion reference value: about 600 JPY million, JPY108 yen / USD)
6) Establishment Date of the Subsidiary	October 2019 (current plan)
7) Equity Ratio	<i>V-Tech</i> : 100%*

* We shall pay the capital according to business development in China. The primary purpose of the initial payment of 5.56 USD million is to fund the establishment of a joint venture company that provides salvage services for small -and- medium sized OLEDs. The total amount of registered paid-up capital is 30 USD million within 30 years (extendable) after the establishment of the company.

4. Schedule

Resolution Date of Board of Directors	September 25, 2019
Investment Corporation Establishment Date	October 2019(current plan)
Regional Headquarters Certification of the Investment Corporation	October 2019(current plan)
Payment Date of Initial Paid-up Capital	November 2019(current plan)

5. Outlook for the Future

In November 2019, together with *TINGLIN*, *VIC* plans to establish a joint venture for a small-and-medium sized OLED salvage service business. For information about establishment of the joint venture, please refer to the press release of “Notice on Establishment of a Joint Venture (for small -and- medium sized flexible OLED salvage business)”, published on September 27, 2019. The impact on the business forecast for the fiscal year ending March 2020 is expected to be minor. We shall promptly disclose other significant matters separately.