

News Release

September 9, 2013

Announcement of Establishment of a New Company and Acquisition of Business

NGK SPARK PLUGS CO., LTD.(President and CEO: Shinichi Odo, Headquarters: Mizuho-ku, Nagoya in Japan) hereby announces that it decided to establish new company "Nittoku Denshi CO., LTD.", which is a 100% owned subsidiary of the Company and acquire electronics manufacturing business from OHENS CO., LTD. and start the operation.

Background and Objective of the establishment of the New Company

Since the start of production of temperature sensor controller as detecting system for automotive catalytic converter, with applying that technology we have developed, produced and sold electronics such as control equipment for glow plug.

The Company has outsourced the printed-circuit board assembly for these electronics to EMS (Electronics Manufacturing Service: commissioned manufacturing company for electronics). However, in order to offer higher quality and operate market demand rapidly, we decided to establish a new company and acquire electronics manufacturing business from OHENS CO., LTD. which is in civil rehabilitation proceedings.

From now on, the company can build a coherent system from design, trial production, and evaluation to production within the group company. We further expand not only the equipments for automotive but new business products under investigation.

Outline of the New Company

- (1) Company Name: Nittoku Denshi CO., LTD.
- (2) Location: 2, Azaiwagane, Oazaharuki, Togo-cho, Aichi-gun, Aichi, Japan
- (3) Capital: 10 million
100% investment by NGK SPARK PLUGS CO., LTD.
- (4) Representative: Toshihito Tanaka
- (5) Business: production and sale of automotive parts and accessories
production and sale of printed-circuit board assembly
- (6) Start of Operation: September 1, 2013

Forecast

The acquisition has an insignificant impact on our consolidated financial forecast after the current fiscal year ending March 31, 2014.