

PRESS INFORMATION

May 12, 2017

Mitsubishi Nichiyu Forklift will perform the integration of business with UniCarriers Corporation, a consolidated subsidiary, through a company split

Mitsubishi Nichiyu Forklift Co., Ltd. (“Mitsubishi Nichiyu,” President and CEO: Hideaki Ninomiya, Head Office: Nagaokakyo-city, Kyoto-pref.) is pleased to announce the integration of business operation with its consolidated subsidiary UniCarriers Corporation (“UniCarriers,” President and CEO: Hideaki Ninomiya, Head Office: Kawasaki-city, Kanagawa-pref.) through a company split (the “Company Split”) where Mitsubishi Nichiyu succeeds the businesses of UniCarriers except domestic sales, the (scheduled) effective day of which will be October 1, 2017.

This integration of business makes it possible to achieve integration synergy early by further accelerating the PMI* activities.

Furthermore, Mitsubishi Nichiyu is committed to “strengthen the platform of the integrated business” and aiming to be “one of the world’s leading logistic equipment manufacturers” while working on the new mid-term business plan “Perfect Integration 2020” that was released in December of 2016.

*PMI: Post-merger integration

We plan to locate the head office at the address of Head Office of the current Mitsubishi Nichiyu (Nagaokakyo-city, Kyoto-pref.) after the integration of business through the Company Split.

We will proceed with the Company Split by signing an Absorption-type Company Split Agreement in accordance with the foregoing decision. Details will be announced as soon as they are decided.

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Mitsubishi Nichiyu Forklift Co., Ltd.

May 12, 2017

To All:

Name of Company: Mitsubishi Nichiyu Forklift Co., Ltd.
Name of Representative: Hideaki Ninomiya, President and CEO
(Code No. 7105 1st Section, Tokyo Stock Exchange)
Contact: Hideo Matsuura, Executive Officer and General Manager,
Administration Division
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Announcement of a direction of procedure for the integration of business
between Mitsubishi Nichiyu Forklift Co., Ltd. and UniCarriers Corporation
through a company split (simplified/short form absorption-type company split)

Mitsubishi Nichiyu Forklift Co., Ltd. (hereinafter called “Mitsubishi Nichiyu”) has resolved at its Board of Directors held on May 12, 2017 to proceed the integration of business operations between Mitsubishi Nichiyu and its consolidated subsidiary UniCarriers Corporation (hereinafter called “UniCarriers”) by Mitsubishi Nichiyu’s absorbing the businesses of UniCarriers except domestic sales by means of simplified/short form absorption-type company split (hereinafter called the “Company Split”) on October 1, 2017 set as the (scheduled) effective day. Details are provided below.

Since the Company Split is a simplified/short form absorption type company split executed between Mitsubishi Nichiyu and its wholly-owned subsidiary, some disclosure items and details have been omitted.

1. Purpose of this Transaction

The integration of business operation through the Company Split makes it possible to achieve integration synergy early by further accelerating the PMI* activities. Furthermore, Mitsubishi Nichiyu is committed to “strengthen the platform of the integrated business” and is aiming to be “one of the world’s leading logistic equipment manufacturers” while working on the new mid-term business plan “Perfect Integration 2020” that was released in December of 2016.

*PMI: Post-merger integration

2. Summary of the Company Split

(1) Schedule of the Company Split

Date of resolution passage at Board of Directors meeting on approval of the Absorption-type Company Split Agreement	July 13, 2017 (scheduled)
Signing of the Absorption-type Company Split Agreement	July 13, 2017 (scheduled)
Scheduled date on which the Absorption-type Company Split is executed (effective day)	October 1, 2017 (scheduled)

(Note) Since the Company Split falls under the category of the simplified form absorption-type company split pursuant to the provision of Article 796-2 of the Companies Act and short form absorption-type company split prescribed in Article 784-1 thereof, it is executed without the approval of the shareholders meeting for the Absorption-type Company Split Agreement between Mitsubishi Nichiyu and UniCarriers.

(2) Method of the Company Split

The Company Split is the Absorption-type Split with Mitsubishi Nichiyu set as the Company Succeeding in the Absorption-type Split and UniCarriers set as the Company Splitting in the Absorption-type Split.

(3) Allotment in relation to the Company Split

Since the Company Split is executed between the Wholly Owing Parent Company and the Wholly Owned Subsidiary Company, no cash or other assets will be allotted in relation to the Company Split.

(4) Treatment relating to Share Options and Bonds with Share Options associated with the Company Split

There is no applicable information.

(5) Capital increasing/decreasing due to the Company Split

There is no increase/decrease in the capital of Mitsubishi Nichiyu due to the Company Split.

(6) Rights and obligations that the Company Succeeding in the Absorption-type Split

Mitsubishi Nichiyu succeeds right and obligations including assets and liabilities that it possesses related to the businesses of UniCarriers except domestic sales on the effective day of the Company Split.

(7) Expectation on the performance capabilities of obligations

It is assumed that Mitsubishi Nichiyu will not have any problems in performing its obligations after the effective day of the Company Split.

3. Outline of the Companies Concerned in the Company Split

	Company Splitting in the Absorption-type Split	Company Succeeding in the Absorption-type Split
(1) Name	UniCarriers Corporation	Mitsubishi Nichiyu Forklift Co., Ltd. (Note)
(2) Head office	1-2 Shin-Ogura, Saiwai-ku, Kawasaki-shi, Kanagawa-ken, Japan	1-1, 2-Chome, Higashikotari, Nagaokakyo-shi, Kyoto-fu, Japan
(3) Title and name of representative	Hideaki Ninomiya, President and CEO	Hideaki Ninomiya, President (Note)
(4) Business	Development, manufacture and marketing of forklifts, container carriers, transfer cranes and other material handling machinery	Development, designing, manufacture and marketing of electric forklifts, engine-powered forklifts, AGVs, automated warehouses, LAN and other logistics system products, electric vehicles, and monorails
(5) Capital	9,759,615,606 yen	4,890,526,626 yen
(6) Establishment	February 17, 1949	July 31, 1937
(7) Number of shares outstanding	Common shares: 168,297,506 shares (including 167,920,006 treasury stocks)	Common shares: 76,611,269 shares Class A shares: 32,274,744 shares Total: 108,886,013 shares (including 2,464,976 treasury stocks)
(8) Accounting period	March 31	March 31

(9)	Major shareholders (investors) and equity (investment) ratio	Mitsubishi Nichiyu owns 100% of its shares.	Mitsubishi Heavy Industries Forklift, Engine & Turbocharger Holdings, Ltd. owns 50.94% of common shares and 63.26% of the total of common shares and Class A shares (non-voting stocks).
(10)	Financial status and business results for the most recent fiscal year	(Term ended March 2017)	(Term ended March 2017)
	Net assets	46,799 million yen (consolidated)	60,021 million yen (consolidated)
	Total assets	145,116 million yen (consolidated)	366,915 million yen (consolidated)
	Net assets per share	123,969.90 yen (consolidated)	545.89 yen (consolidated)
	Revenues	178,207 million yen (consolidated)	270,969 million yen (consolidated)
	Operating income	6,905 million yen (consolidated)	10,508 million yen (consolidated)
	Ordinary income	6,252 million yen (consolidated)	8,978 million yen (consolidated)
	Net income that belongs to the parent company's shareholders	4,378 million yen (consolidated)	3,635 million yen (consolidated)
	Net income per share	11,597.13 yen (consolidated)	34.16 yen (consolidated)

(Note) The name, representative, etc. of Mitsubishi Nichiyu after the Company Split are undecided. They will be disclosed as soon as they are decided.

4. Outline of Business Department To Be Succeeded

(1) Businesses of department to be succeeded

Businesses of UniCarriers except domestic sales

(2) Business results of department to be succeeded (for the term ended March 2017)

The business results have not been finalized as of this moment.

(3) Items and book values of assets and liabilities to be succeeded (as of March 31, 2017)

They have not been finalized as of this moment.

5. Conditions after the Company Split

The location of the Head Office of Mitsubishi Nichiyu remains unchanged after the Company Split. Its name, representative, etc. are undecided. They will be disclosed as soon as they are decided.

6. Outlook

The effect the Company Split will have on the consolidated business results of Mitsubishi Nichiyu is minor.

End.

(Reference) Consolidated business result forecast for the current term (announced on May 9, 2017) and consolidated business results for the previous term

	Consolidated revenues	Consolidated operating income	Consolidated ordinary income	Consolidated net income
Business result forecast for the current term (ended March 2018)	410,000 million yen	9,000 million yen	8,000 million yen	3,500 million yen
Business results for the previous term (ended March 2017)	270,969 million yen	10,508 million yen	8,978 million yen	3,635 million yen