



April 1st 2012

Nagase-OG Colors and Chemicals Co., Ltd.

Integration of textile related business

Dear Sirs,

Both Nagase & Co., Ltd (DN) and OG Corporation (OG) announced officially to integrate the Textile Processing related business with dyes and functional chemicals (hereafter defined as Textile related Business) and establish a new company as “ Nagase-OG Colors & Chemicals Co. Ltd, effective from 1st. April 2012.

This new company will aim at the sales expansion in “Textile related Business”, not only in Japan, but in China throughout Asian region.

Here is further detailed outlines of new set-up underneath for your reference.

We would appreciate to show your kind understandings and supports to this exciting challenge.

Outlines of New company

Name : Nagase- OG Colors & Chemicals Co., Ltd

Business Area : Sales of Dyes & Pigments, Textile chemicals & functional chemicals, basic chemicals & petro-chemicals, Textile goods and consulting business.

Location of Head Office : 1-1-17, Shin-machi, Nishi-ku, Osaka JAPAN 550-8668

Directors : Representative Director, President, Yasuhiro Yamazaki
Representative Director, vice-president Kenji Kobayashi,
Teisaku Sumatsu, Hitoshi Mitsunari,
Eigoro Kuniyoshi (part time), Hiroshi Hanamoto (Part time)

Capitals : 100 mio-yen

Share-holdings : Nagase & Co., Ltd 50% / OG Corporation 50%

Business initiated 1st. April 2012

Main Offices : Osaka Head Office, Tokyo branch Office, Tokai branch Office,
Hokuriku branch Office
Technical Center (OG Head Office, Nagase Sangyo at NAW)
Overseas subsidiary (ON Colors & Chemicals (Shanghai) Co., Ltd)

Number of Employees : 140 persons

Revenue : 23 bio-yen (2012FY)



Milestones :

1. Nagase & Co., Ltd and OG Corporation initiated the joint SCM system for Textile related business in 1995.
2. Nagase & Co., Ltd established 100% subsidiary as “ Nagase Colors & Chemicals Co., Ltd who has span-off and integrated the Textile related business from mother company in 2000.
3. In 2007, it was decided to establish ON Co-Labo. Co., Ltd, in order to fully achieve the sales expansion with Textile related business in China, being seized an opportunity to utilize individual dyeing Labo. in China, Shanghai for emerging Chinese Market.
4. Since then, although domestic business in Japan has been continued under the competitive situation and under the separate organizations, by NCC and OG, it was concluded to join forces to developments of Textile related business in global markets through the integration of domestic & overseas activities into new company.