



February 26, 2016

For Immediate Release

Ryosan Company, Limited

Representative: Naoto Mimatsu, President

Listing Code No.: 8140

Listing: First Section, Tokyo Stock Exchange

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Notice Concerning the Business Transfer

Ryosan Company, Limited (“the Company”) has announced the business transfer of the millimeter-wave IC business of Hitachi, Ltd. as described below in accordance with a decision made at a meeting of the Board of Directors held on February 26, 2016.

Details

1. Reason for business acquisition

Currently, as part of our 9th Medium-Term Management Plan, the Company has raised the goal of “rebuilding growth path” and is working to “create a new business model.” As a result of these efforts, the Company has been recognized as a mutual partner by Hitachi, Ltd., and agreed to accept the business for millimeter-wave IC, which is a detection device serving as a key component of ADAS (Advanced Driver Assistance Systems).

2. Overview of business transfer

The entire business of the 24 GHz band millimeter-wave IC for vehicle installation operated by Hitachi, Ltd.

3. Overview of transferring company

(1) Name	Hitachi, Ltd.
(2) Head office	6-6, Marunouchi 1-chome, Chiyoda-ku, Tokyo
(3) Business	Development, manufacture and sales of products and provision of services across 9 segments; Information & Telecommunication Systems, Social Infrastructure & Industrial Systems, Electronic Systems & Equipment, Construction Machinery, High Functional Materials & Components, Automotive Systems, Smart Life & Ecofriendly Systems, Others(Logistics and Other services) and Financial Services.
(4) Capital	458,790 million yen (as of March 31, 2015)
(5) Established	February 1, 1920
(6) Consolidated sales revenues	9,774,930 million yen (term ended March 31, 2015)

4. Schedule of business acquisition

Closing Date February 26, 2016

Effective Date July 1, 2016 (scheduled)

5. Future outlook

This matter will have insignificant impact on the Company's consolidated performance for the term ending March 31, 2016.