



# Notice Regarding Establishment of a sub-subsidiary in China

KANUMA, March 30, 2022

**Nakanishi Inc. (the “Company”) announces that it has decided to establish a sub-subsidiary in the city of Ziyang, Sichuan province in China, which will be fully funded by NSK Shanghai Co., Ltd. (“NSK Shanghai”), a consolidated subsidiary of the Company.**

## 1. Purpose for establishing the sub-subsidiary

The Company has been promoting the Mid-term Management Plan “NV2025,” which positions the Chinese market as one of the markets vital for its business growth. The Company’s subsidiary NSK Shanghai has been steadily expanding its business in the country though is starting to be affected by the Chinese government’s policy of favoring domestic products. In order for the Company to further ensure sustainable growth in China, it decided to open a base for knockdown production through founding a new company in the Dental Valley special economic zone located in Ziyang, Sichuan province. The products to be manufactured by the new company will be sold exclusively in the Chinese market.

## 2. Overview of the sub-subsidiary

- (1) Company name: NSK Dental Manufacturing Co., Ltd.
- (2) Location: Dental Valley special economic zone, Ziyang city, Sichuan province
- (3) Representative: Akihiko Yamauchi, Chairman
- (4) Principal business: Knockdown production of the Company’s products
- (5) Paid-in capital: RMB 4 million
- (6) Capital contribution ratio: NSK Shanghai Co., Ltd. (The Company’s consolidated subsidiary): 100%
- (7) Business plan: Start knockdown production in March 2023 (scheduled)

## 3. Future outlook

The establishment of the sub-subsidiary has minimal impact on the consolidated results for the fiscal year ending December 31, 2022. The Company will promptly disclose any matters that require public announcement.

Note:  
This document is a translation of the original Japanese document and is only for reference purposes. All readers are recommended to refer to the original version in Japanese of the release for complete information.

source:  
Nakanishi Inc. [www.nakanishi-inc.jp/ir/irnews](http://www.nakanishi-inc.jp/ir/irnews)

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## About Nakanishi Inc.

To achieve the mission of “To create brilliant progress via innovative grinding technology,” NSK has continued to hone the three core technologies of high-speed rotary technology, ultrasound technology and micro motor technology.

Using these core technologies, NSK will continue to provide innovative products in the dental, medical and industrial fields, and keep contributing toward the creation of all kinds of progress, such as bringing inspiration, happiness, benefits and joy to society and people.

NSK has two main locations for development and production: headquarters and A1 factory in Kanuma, Japan that handle the main ultra-high speed rotating equipment and ultrasonic equipment.

The company’s shares are listed in the Tokyo Stock Exchange.

Visit [www.en.nakanishi-inc.jp](http://www.en.nakanishi-inc.jp) for more information about Nakanishi Inc. and NSK products.