

November 9, 2021

**Notice of the Conclusion of an Advisory Contract for Listing Between the Subsidiary that Manufactures Components for Semiconductor Manufacturing (Quartz Crucibles and Silicon Parts) and Everbright Securities (the Lead-managing Securities Firm) and the Approval for Registration by the China Securities Regulatory Commission**

As mentioned in “Notice of Issuance of New Shares through Third-Party Allotment by Subsidiary that Manufactures Components for Semiconductor Manufacturing (Quartz Crucibles and Silicon Parts), and Change to a Specific Subsidiary” disclosed on February 10, 2021, Ningxia Dunyuan Juxin Semiconductor Technology Co., Ltd. (hereinafter “FTNC”), which is a consolidated subsidiary of the Company, started preparations for getting listed on the Shanghai Stock Exchange STAR Market, which is a Chinese high-tech market, in this term, which will end in December 2021. This time, FTNC has concluded an advisory contract for listing with Everbright Securities Co., Ltd. (address: No. 1508 Xinzha Road, Jing'an District, Shanghai, China; Representative Director: Yan Jun; hereinafter “Everbright Securities”), which is a leading securities firm in China, and Everbright Securities applied for registration in the China Securities Regulatory Commission (hereinafter “CSRC”) for screening for listing in accordance with said contract, and the registration has been approved. We consider that we have made a step forward toward the listing on the STAR Market, through the approval for the registration. We will continue group-wide preparations for the listing of FTNC.

**1. Overview of this matter**

(1)	Lead-managing securities firm	Everbright Securities Co., Ltd.
(2)	Date of conclusion of the advisory contract	October 29, 2021
(3)	Date of acceptance of registration by CSRC	November 4, 2021
(4)	Scheduled date for the application for listing	Plan to apply for listing in February 2022

**2. Overview of FTNC**

(1)	Name	Ningxia Dunyuan Juxin Semiconductor Technology Co., Ltd.	
(2)	Address	23 Guangming West Road, Xixia Economic and Technological Development Zone, Yinchuan City, Ningxia, China	
(3)	Title and name of representative	He Xian Han, Representative Director	
(4)	Contents of business	Manufacturing and sale of components for semiconductor production (quartz crucibles and silicon parts)	
(5)	Capital	168.75 million yuan (approx. 2.919 billion yen) *1 Chinese yuan = 17.3 yen	
(6)	Date of establishment	April 20, 2011	
(7)	Major shareholders and shareholding ratio	Hangzhou Dahe Thermo-Magnetics Co., Ltd.	66.6800%
		Gongqingcheng Xingcheng Dongying Semiconductor Industry Investment Partnership (L.P.)	7.4394%
		Xiamen Jianfa Emerging Industry Equity Investment No. 2 Partnership (Limited Partnership)	4.1204%
(8)	Relationship between FTNC and the companies	Capital relationship	FTNC is a consolidated subsidiary of the Company.
		Personnel relationship	One director of the Company concurrently serves as the director of FTNC.
		Business relationship	Nothing is applicable.

**3. Future Outlook**

The impact of this matter on the business performance of the Company in this fiscal year is expected to be minor. However, we will promptly disclose relevant items as soon as they are confirmed.

This document is a press release for public announcement in relation to preparations to list our consolidated subsidiary called Ningxia Dunnyuan Juxin Semiconductor Technology Co., Ltd. on the STAR Market. We did not prepare this document to solicit any kind of investment or for any similar activities. In addition, no part of this document should form or be relied on as the basis of contracts, promises or investment decisions relating to China, Japan, the United States and other regions. Accordingly, this document does not constitute or intend to be an offer for or a solicitation to acquire stocks or securities in any jurisdiction including the United States. It is not possible to offer and sell securities without registration or exemption from registration in the United States. The purchase of securities through public offering should be done based only on information included in the final offering memorandum or prospectus relating to those securities. The Company does not intend to make a public offering of securities in the United States at the present time.