September 19, 2025

To whom it may concern,

Company name: SANYO DENKI CO., LTD.
Representative: Shigeo Yamamoto
Representative Director,
Chairman of the Board & CEO
(Code number: 6516,
Tokyo Stock Exchange Prime Market)
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Notice of Establishment of New Plant in Vietnam

SANYO DENKI CO., LTD. announces that, at the Board of Directors meeting held today, the Company resolved to build a new plant in Vietnam, as outlined below.

Details

1. Purpose of the New Plant

Launched in April 2021, the SANYO DENKI Group's 9th Medium-Term Management Plan, "Break the Shell," sets the goal of "offering top-brand-tier products and services to any customer worldwide." Guided by this principle, the Group has pursued a wide range of initiatives over the past five years.

In this final year of the plan, business conditions continue to expand. Demand for high-performance servers and telecommunications equipment is rising with the growth of AI, while markets for semiconductor manufacturing equipment, robots, and other precision machinery are also showing strong growth.

To further strengthen competitiveness and respond to this demand with our high-performance, high-quality products and broad customization options, the Company has resolved to build a new plant in Vietnam.

This facility will become the Group's third large-scale production base, following Ueda, Nagano in Japan and the Subic Bay Freeport Zone in the Philippines. By expanding its global production network, the Company aims to reinforce supply stability and enhance its ability to serve customers worldwide.

2. Overview of the New Plant Project

Building site	Thang Long Industrial Park II, Nguyen Van Linh Commune, Hung Yen Province, Vietnam
Products	Cooling fans, stepping motors, servo motors
Planed production capacity	Cooling fans: Approx. 500,000 units per month Stepping motors: Approx. 50,000 units per month Servo motors: Approx. 5,000 units per month
Site area	47,800 m²
Total floor area	18,000 m²
Building structure	Three-story steel frame
Investment	Approx. 7.0 billion yen (planned)

3. Construction Schedule

Start of construction	September 2026
Start of operations	July 2027 (planned)

4. Outlook

The impact of this project on consolidated results for the fiscal year ending March 2026 is expected to be minor. Any matters requiring disclosure in the future will be announced promptly.