



HANWA CO., LTD.

1-13-1 Tsukiji, Chuo-ku, Tokyo 104-8429, Japan

PRESS RELEASE

August 8, 2023

Notice Concerning Partially Acquisition of the Shares of the Newly Established Electric Furnace Steel Manufacturer in Indonesia

Hanwa Co., Ltd. (“Hanwa”) hereby announces that the Board of Directors meeting held on August 8, 2023 resolved to acquire the shares of the newly established electric furnace steel manufacturer in Indonesia;

1. Outline of the transaction

Hanwa decided that PT Hanwa Indonesia, a consolidated subsidiary of Hanwa, to acquire the shares of the new company (“NewCo”) established in a way that PT Gunung Raja Paksi Tbk (“GRP”) , a major local electric furnace steel manufacturer listed on the Indonesia Stock Exchange, and PT Gunung Garuda, its affiliate, plan to transfer its structural section steel business to NewCo by a way of in-kind contribution. Therefore, this share acquisition is subject to certain conditions and scheduled to take place in Q1 2024.

And this share acquisition is a joint investment with Yamato Kogyo Co., Ltd., a Japanese electric furnace steel manufacturer, and Siam Yamato Steel Co., Ltd., its consolidated subsidiary in Thailand. After the acquisition, shares of NewCo held by Hanwa group will be 15%.

2. Aim of the transaction

Through this acquisition of shares, Hanwa group aims to enhance its presence in the growing Indonesian market by collaborating with Yamato group, which operates the electric furnace steel manufacturer globally, mainly in Japan, United States and ASEAN region. And Hanwa group develops in further expanding Hanwa group’s local-production-for-local-consumption business model, which is based on the idea of “building a second Hanwa in Southeast Asia” set forth in the Company’s medium-term business plan.

3. Overview of NewCo

(1) Name	PT Nusantara Baja Profil	
(2) Location	Jl. Perjuangan No. 8, Sukadanau, Cikarang Barat Bekasi 17530, West Java, INDONESIA	
(3) Job title and name of representative	Abednedju Giovano Warani Sangkaeng, President Director	
(4) Description of business	Manufacture and sale of steel products Annual production capacity: 1 million tons for steelmaking / 900 thousand tons for rolling	
(5) Share capital	US\$0.133 million	
(6) Date of establishment	August. 2022	
(7) Shareholding ratios after the acquisition	Yamato Kogyo Co., Ltd.	45.0%
	Siam Yamato Steel Co., Ltd.	35.0%
	PT Hanwa Indonesia	15.0%
	PT Gunung Raja Paksi Tbk	5.0%

4. Overview of GRP

(1) Name	PT Gunung Raja Paksi Tbk
(2) Location	Jl. Perjuangan No. 8, Sukadanau, Cikarang Barat Bekasi 17530, West Java, INDONESIA
(3) Job title and name of representative	Abednedju Giovano Warani Sangkaeng, President Director
(4) Description of business	Manufacture and sale of steel products
(5) Share capital	US\$573 million
(6) Date of establishment	August. 1990

5. Overview of GRP

(1) Name	PT Gunung Garuda
(2) Location	Jl. Perjuangan No. 8, Sukadanau, Cikarang Barat Bekasi 17530, West Java, INDONESIA
(3) Job title and name of representative	Fedaus, Director
(4) Description of business	Real estate leasing
(5) Share capital	US\$161 million
(6) Date of establishment	July. 1986

6. Schedule

(1) Date of resolution at the meeting of the Board of Directors	August. 8, 2023
(2) Date of conclusion of the agreement	August. 8, 2023
(3) Date of commencement of share transfer	Q1 2024 (scheduled)

7. Future outlook

The impact on the consolidated financial results for the fiscal year ending March 31, 2024 will be nothing because the acquisition is scheduled for Q1 2024.

For further information, please contact:
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