

## Notice Concerning the Establishment of Subsidiaries

Aisin Seiki hereby announces that our subsidiary, Aisin AW Co., Ltd. (“Aisin AW” below) has decided to establish automatic transmission production companies in China as of 24<sup>th</sup> April as follows, via joint ventures with the Chinese automobile manufacturers Guangzhou Automobile Group Motor Co., Ltd. (“GAC Motor” below), and Zhejiang Geely Holding Group Co. Ltd. subsidiary Zhejiang Geely Luoyou Engine Co., Ltd. (“Geely Automobile” below), respectively.

### 1. Reason for transfer

Aisin AW began automatic transmission production in China via a joint venture with China FAW Group Co., Ltd. in 2004. Now we plan to produce 6-speed automatic transmissions at a scale of 400,000 units per year at the newly established joint ventures with GAC Motor and Geely Automobile, respectively.

Moving forward, we will build long-term relationships with both companies through these joint ventures and aim to heighten the competitiveness of our powertrain business in China.

### 2. Outline of subsidiaries

#### Outline of joint venture with GAC Motor

(1) Name	Undetermined	
(2) Location	Guangzhou, Guangdong Province	
(3) Name and title of representative	Undetermined	
(4) Business	Manufacture and sale of 6-speed automatic transmissions	
(5) Capital	117 million USD (*approx.12.7billion yen)	
(6) Date of establishment	2018 (scheduled)	
(7) Major shareholders and ownership ratio	Aisin AW 60% GAC Motor 40%	
(8) Relationships between listed company (Aisin Seiki) and the company	Capital ties	Our subsidiary Aisin AW will invest in the company.
	Personal relationships	There are no personal relationships worth mentioning.
	Business relationships	There are no business relationships worth mentioning.

\*Converted into yen at the telegraphic transfer middle rate on the Tokyo Foreign Exchange Market on the day before submission. (1 USD = 108.76 yen).

### Outline of joint venture with Geely Automobile

(1) Name	Undetermined	
(2) Location	Zhejiang Province	
(3) Name and title of representative	Undetermined	
(4) Business	Manufacture and sale of 6-speed automatic transmissions	
(5) Capital	117 million USD (*approx.12.7billion yen)	
(6) Date of establishment	2018 (scheduled)	
(7) Major shareholders and ownership ratio	Aisin AW 60% Geely Automobile 40%	
(8) Relationships between listed company (Aisin Seiki) and the company	Capital ties	Our subsidiary Aisin AW will invest in the company.
	Personal relationships	There are no personal relationships worth mentioning.
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### 3. Future prospects

The impact of this investment on our Group business performance for the fiscal year ending March 2019 will be minor.