

December 27, 2011

Acquired DIC's Logistic Subsidiaries in Hong Kong & China

Hitachi Transport System, Ltd. (herein called HTS) agreed with DIC corporation (herein called DIC), a leading manufacturer of printing inks and organic pigments and plastics etc., that Hitachi Finenext Transport System Co., Ltd. (herein called Fine), a subsidiary of HTS, will acquire 41.86 % stocks of DIC Express Co., Ltd. (herein called DICE) which is a DIC's logistic subsidiary in Hong Kong. Fine has already held 48.14% stocks of DICE, and the percentage will become 90% by this acquisition. Therefore, DICE and DIC Logitech China Co., Ltd. (herein called DLCC), DICE's subsidiary in China, will become HTS Gr. subsidiaries.

From January, 2012, these two companies will change their name, one is from DICE to "Fine Chemical Logistics Hong Kong Co., Ltd.", another is from DLCC to "Fine Chemical Logistics China Co., Ltd.", and start their operation under the new organizations.

DIC has already outsourced Japanese logistic operation to HTS Group since January, 2011, and Fine dedicates to provide chemical logistics services for DIC in Japan. HTS Group will utilize the new companies to expand chemical logistics services in China by collaborating with existing Chinese companies of HTS group for promoting rationalization of operations. Also, HTS will enhance the service quality, and support DIC's business expansion in China.

DLCC holds a hazardous transportation license which is very difficult for foreign companies to get it, also very rare among Japanese logistic companies in China. HTS Group would like to utilize this license and skills to promote platform business in chemical industries for other manufacturers.

HTS will continue to enhance the logistics network and platform business, and improve the service quality for expanding the global logistics business.

1. Corporate Profile of Acquired Company

•DIC Express Co., Ltd.

(1)	Company Name (Present)	DIC Express Co., Ltd.
(2)	Company Name (New)	Fine Chemical Logistics Hong Kong Co., Ltd.
(3)	Location of H.Q.	Kwai Chung, New Territories, Hong Kong
(4)	Founded	June, 1986
(5)	Capital	HK\$40,400K (JPY404M, In case of HK\$1=JPY10)
(6)	Equity Ratio	DIC Trading (HK): 51.86%、Fine: 48.14% (After transition DIC Trading (HK): 10.00%, Fine: 90.00%)
(7)	Detail of Business	Transport, Storage, Import & Export for mainly chemical products
(8)	Sales Amount	HK\$15,350K(FY2010) (JPY154M, In case of HK\$1=JPY10)
(9)	Number of Employees	30 persons (As of November, 2011)
(10)	Number of Vehicles	5 vehicles

•DIC Logitech China Co., Ltd.

(1)	Company Name (Present)	DIC Logitech China Co., Ltd.
(2)	Company Name (New)	Fine Chemical Logistics China Co., Ltd.
(3)	Location of H.Q.	Shanghai, China
(4)	Founded	November, 2004
(5)	Capital	US\$5,000K (JPY390M, In case of 1US\$=JPY78)
(6)	Equity Ratio	DICE: 100.00%
(7)	Detail of Business	Transport, Storage, Import & Export for mainly chemical products
(8)	Sales Amount	RMB33,795K (FY2010) (JPY406M, In case of 1RMB=JPY12)
(9)	Number of Employees	44 persons (As of November, 2011)
(10)	Number of Vehicles	7 vehicles (6 out of 7 are for hazardous products transport)

2. Corporate Profile of Acquiring Company

(1)	Company Name	Hitachi Finenext Transport System Co., Ltd.
(2)	Location of H.Q.	7-2-31, Toyo, Koto-ku, Tokyo
(3)	Founded	April, 1999 (Company name was changed from old one in January, 2011)
(4)	Capital	JPY300M
(5)	Equity Ratio	HTS:90.00%, DIC:10.00%
(6)	Detail of Business	Transport, Storage, Import & Export for chemical products, etc.
(7)	Sales Amount	JPY17,600M (FY2010)
(8)	Number of Employees	116 persons (As of March, 2011)