

May 28, 2014

Daihatsu to Strengthen Engine Manufacturing Capability in Malaysia

Daihatsu Motor Co., Ltd. ("Daihatsu") announced today that it has decided to construct a new engine production plant in Malaysia and that it will operated by a new company to be jointly established by Daihatsu, along with a local holding company in which Daihatsu has a stake.

In anticipation of intensifying global competition in the future, Daihatsu is working on structural transformation of local operations in Malaysia, which it has determined as a key base for its overseas business.

Perodua's new company engaging in vehicle manufacturing is scheduled to put a new plant into operation in mid-2014. The entire Daihatsu Group will powerfully push forward with structural transformation concerning manufacturing operations for vehicles, including automatic transmissions and engines, in order to speed up the strengthening of international competitiveness.

Company name	To be determined
Founding	End of July 2014 (planned)
Business activities	1) Manufacturing and sales of automotive engines
	2) Development, design, manufacturing and sales of engine
	production equipment
Capital	165 million Malaysian ringgit (approx. ¥5 billion)
Investment ratio	Daihatsu: 51%
	Perusahaan Otomobil Kedua Sdn Bhd: 49%*
Representative	To be determined
Number of employees	Approx. 150 (at the time of establishment)
Plant location	Sendayan TechValley, Seremban, Negeri Sembilan State, Malaysia
Land area	142,000 m ²
Plant area	19,000 m ²
Production capacity	140,000 units per year
Operation start-up	Mid-2016 (planned)
Amount of capital	Approx. ¥15 billion (for buildings and equipment)
investment	

Outline of new company and the plant construction

*A holding company in which Malaysia's local investment firms and other entities have a 73% stake, Daihatsu has a 20% stake and Mitsui & Co., Ltd. and others have a 7% stake