## To Whom It May Concern

Company name: CMK CORPORATION

Name of representative: Isao Osawa

President and Chief Executive Officer

(Stock code: 6958 Tokyo Stock Exchange Prime Market)

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# Notice of Construction of New Factory at CMK CORPORATION (THAILAND) CO., LTD.

At a Board of Directors meeting held on September 30, 2022, CMK CORPORATION resolved to construct a new factory on the premises of CMK CORPORATION (THAILAND) CO., LTD. (hereinafter the "Thailand Factory"), a consolidated subsidiary of our company.

#### Details

#### 1. Purpose of the new factory construction

Demand in the automotive circuit boards market, which is CMK CORPORATION's mainstay market, is expected to expand in the medium to long term due to increasing electrification as CASE becomes more popular. Our company formulated a new Medium-Term Management Plan in November 2021, and in order to realize the establishment of a growth cycle by capturing CASE demand in the 2nd Medium-Term Management Plan (the growth acceleration stage), which covers fiscal year ending March 2026 through fiscal year ending March 2027, we investigated production capacity expansions. Recently, the CMK Group made the decision to construct a new factory on the premises of our main factory in Thailand.

### 2. Outline of construction at the new factory

| Location            | Prachinburi Province, Thailand (inside Industrial Park 304)  |
|---------------------|--|
| Total floor area    | Approximately 102,000 m <sup>2</sup>                         |
| Production items    | HDI PCBs and Multilayer PCBs                                 |
| Investment amount   | Approximately 25 billion yen (investment in the first phase) |
| Start of operations | Sequential launch from August 2024 (planned)                 |

#### 3. Future outlook

In addition to establishing a growth cycle, we plan to double the production capacity of HDI PCBs through the construction of this new factory with the goal of shifting our automotive product portfolio to high added value. In addition, the new factory will have space that can be expanded in the future, and if product lines are expanded to the maximum extent as a second phase investment, our production capacity for HDI PCBs is expected to be approximately four times the current level.

#### 4. Earnings outlook

The impact on the consolidated financial results for the fiscal year ending March 2023 is immaterial.