

November 17, 2023

Company Name: NHK Spring Co., Ltd.

Securities Code: 5991 (TSE Prime Market)

**Investment Announcement Regarding Expansion of Motor Core Production Capacity in Mexico
(Construction of New Plant)**

NHK Spring Co., Ltd. (Head office: Yokohama, Japan; President & CEO: Takashi Kayamoto) hereby announces its decision to construct a new plant to increase the production capacity of motor cores (iron cores for motors) at our base in Mexico.

1. Background of the Investment

The demand for electrification of automobiles is expected to increase year by year, and the demand for motor cores used in motors are also expected to grow in proportion to this increase.

Therefore, we have decided to invest approximately 7.5 billion yen to construct a new plant building on a site adjacent to our current plant.

We will also actively consider additional capital investment for further increase in demand in the future.

2. Details of production capacity expansion

Currently, motor core production is conducted in a part of the plant that mainly produces suspension springs, but we will construct a dedicated plant building for motor core production on the adjacent land that we have already acquired. By becoming a dedicated factory, the efficient layout improves productivity.

Together with the motor core production building in Japan (Atsugi Plant) to be completed in November, we plan to increase our global production capacity (Japan, Mexico, and China) by approximately 4.5 times compared to the FY2022.

As a result, we aim to achieve sales of over 30 billion yen in the motor core business in FY2030.



NHK SPRING MEXICO, S.A.DE C.V.



Motor Core

3. Overview

①Target base	NHK SPRING MEXICO, S.A.DE C.V.
②Location	Irapuato, Guanajuato, Mexico
③Investment amount	Approximately 7.5 billion yen
④Product	Motor Core
⑤Scheduled start of construction	January 2024

【Contact for inquiries regarding this announcement】

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