

October 05, 2022

Nippon Paint Automotive Coatings Co., Ltd.
President and Representative
Director of the Board / Shinji Takedagawa

Notice of Restructuring of Unconsolidated Subsidiaries in South Korea

Nippon Paint Automotive Coatings Co., Ltd. (Headquarters: Hirakata-City, Osaka; "NPAC"), a group company of Nippon Paint Holdings Co., Ltd. (Headquarters: Chuo-ku, Tokyo; "NPHD"), which produces automotive coatings, is announcing the decision to implement an absorption-type merger of NOROO Bee Chemical Co., Ltd. ("NRB"), a Joint Venture ("JV") of NPAC and NOROO Holdings Co., Ltd. ("NOROO") and unconsolidated subsidiary of NPAC, with NOROO Automotive Coatings Co., Ltd. ("NAC"), a JV of NPHD and NOROO and unconsolidated subsidiary of NPHD, as the surviving company, effective as of November 1.

In South Korea, NRB, which produces plastic paints for bumpers and parts, and NAC, which produces paints for automotive bodies, have been working together to expand their businesses. Integration of their businesses is expected to generate further synergies, including the improvement of production efficiency through sharing of internal resources, and consolidating production sites, and the enhancement of competitiveness through fusion of technologies.

We aim to further expand the presence and market share of the new NAC through a system that allows us to quickly provide our customers with better value and services.

1. Outline of Dissolving Unconsolidated Subsidiary

Company name	NOROO Bee Chemical Co., Ltd. (NRB)
Capital stock	10,150,000,000 WON
Shareholders	NOROO: 50%, NPAC: 50%
Year of establishment	May 1990
Business activities	Manufacture and sales of automotive plastic paints

2. Outline of Surviving Unconsolidated Subsidiary

Company name	NOROO Automotive Coatings Co. Ltd. (NAC)
Capital stock	35,940,815,000 WON
Shareholders	NOROO:51%, NPHD:49%
Year of establishment	December 1995
Business activities	Manufacture and sales of automotive paints

3. Outline of Unconsolidated Subsidiary After the Merger (Procedures to be completed by the end of December 2022)

Company name	NOROO Automotive Coatings Co., Ltd. (NAC)
Capital stock	76,346,445,000 WON
Shareholders	NOROO: 50.5%, NPAC: 49.5%
Year of establishment	December 1995
Business activities	Manufacture and sales of automotive and plastic paints

End