

August 12, 2009

Taikisha awarded the 266 million RMB (approximately 3.8 billion yen) contract by Tianjin FAW XIALI Automobile Co., Ltd. for a new paint shop capable of producing 150000 units per year

Taikisha Ltd. (“Taikisha”) has received an order totaling 266 million RMB (approximately 3.8 billion yen) from Chinese local car manufacturer Tianjin FAW XIALI Automobile Co., Ltd. (“TJFAW”) for the construction of a new paint shop capable of producing 150000 units per year.

Background of the Project

This project is TJFAW’s new car manufacturing facility capable of producing 150000 units per year. The order contains paint finishing system, conveyor system, automatic paint system and paint supply system and is the package order of the paint shop excluding the building.

TJFAW is a subsidiary of First Automobile Works Group, the largest car manufacturer in China and mainly produces compact cars. This project is part of the production capacity increase program based on the domestic brand cars incentive policies by the government.

Key factor for being awarded this contract

Taikisha established Wuzhou Taikisha Engineering Co., Ltd. as a joint venture in 1994 and also established conveyor system manufacturer in Tianjin area in 2004 to increase local procurement. Key factors for being awarded this contract are above-mentioned “localization” based on our corporate policy meeting client’s requirement and high reputation for our construction work in China.

The future

Taikisha will continuously and actively promote the business in China in the future with world's most advanced technology and further “localization.”

Outline of the Project

Project Name	Construction project of a new paint shop capable of producing 150,000 units per year
Project Site	Tianjin, China
Owner	Tianjin FAW XIALI Automobile Co., Ltd.
Construction Period	March 1, 2010 ~ October 30, 2010 (8 months)
Outline of the Work	<p>Paint Finishing System: pre-treatment and electrodeposition lines, paint booth, air supply unit, ovens, working area</p> <p>Conveyor System: Taikisha Conveyor System “ Mono-track ”</p> <p>Automatic Paint System: Automatic paint system with wall-mounted robot (quantity of robots : 14)</p> <p>Paint Supply System: Intermediate and top coat paint: 20 colors High-viscosity paint: sealer, PVC, wax etc.</p>
Capacity of Production	150,000 units per year
Contract Price	266 million RMB (approximately 3.8 billion yen)
Engineering and Construction	Taikisha Ltd.