



July 5, 2024

Company name: Neturen Co., Ltd.
 Name of representative: Katsumi Omiya, Representative Director, Member of the Board, President and Chief Executive Officer
 (Securities code: 5976; Prime Market of the Tokyo Stock Exchange)
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Notice Concerning Capital Investment

Neturen Co., Ltd. (the “Company”) hereby announces that a resolution was passed at a meeting of the Board of Directors held on July 5, 2024 to make a capital investment as outlined below.

1. Objective of the capital investment

The Company manufactures and sells metal products and high-frequency induction heating equipment and provides industrial services such as induction heat treatment, among other products and services based on IH (induction heating) technologies.


The Company’s long-term management vision, NETUREN VISION 2030 (evolution and breakthrough), was established in FY2021. The first phase was implemented in April 2021 as part of the 15th Medium-term Management Plan. The second phase, which is the growth phase, was formulated and got underway in April 2024 with the start of the 16th Medium-term Management Plan.

One of the strategies of the 16th Mid-Term Management Plan, “Fostering Growth Engines”, we aim to add new technologies to our existing frontline capabilities to strengthen our production techniques, improve our competitiveness, and provide customer-satisfying products, services, and technologies.

Through a project we call “REBORN Kariya,” we have recently begun reorganizing our Kariya Plant. This is an important base for our induction heat treatment service. The project aims to increase production capacity and improve both productivity and profitability.

For the first phase of the project, we decided to introduce new heat treatment equipment. When it goes into operation, the equipment will boost the plant’s production capacity by 20% to meet growing customer needs. We are implementing this project at full speed, which involves a fundamental reorganization of the production flow. The result will be a more advanced manufacturing plant with production capabilities for the next generation to come.

2. Details of the capital investment

(1) Address	84-10, Jieda, Nishizakai-cho, Kariya-shi, Aichi (At our Kariya Plant, IH Division, Heat Treatment Department)	<p>*2 Equipment we use in the same way (example)</p> 
(2) Investment details	1. Quenching equipment for shafts *1 2. CVJ hardening and tempering equipment *2	
(3) Estimated investment	Approx. 500 million yen	
(4) Capital procurement	Funds on hand	
(5) Date to become operational	October 2025 (estimated)	

- *1 A shaft is a rod-shaped rotating component that transmits drive power in automobiles and other vehicles.
- *2 CVJ (constant-velocity joint) is a mechanical coupling used to transmit rotational motion, allowing the rotational speed of the output shaft to match that of the input shaft regardless of the shaft angle.

3. Future outlook

The impact on the Company's consolidated financial results is expected to be negligible for the fiscal year ending March 31, 2025.