



April 11, 2025

For Immediate Release

Company name: SUMINOE Co., Ltd.
Representative: Teppei Nagata, President
(Securities Code: 3501, Prime Market, TSE)
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Notice Regarding Capital Investment in Thai Subsidiary

SUMINOE Co., Ltd. (hereinafter, “the Company”) hereby announces that at the Board of Directors meeting held on April 11, 2025, a resolution was made to invest in our Thai subsidiary, T.C.H. Suminoe Co., Ltd. (hereinafter, “TCHS”), to establish a new synthetic leather finishing line for automotive interior materials.

Details

1. Reasons for capital investment

The greatest feature of the SUMINOE GROUP’s automotive textiles business is its capability to supply an entire range of automotive interior products, from floors to ceilings, including floor carpets, car mats, seat covering materials, decorative fabric materials, and ceiling materials. In the medium- to long-term management targets "SUMINOE GROUP WAY 2025-2027 STEP II," which targets the period from May 31, 2025 to May 31, 2027, enhancing non-textile areas is set as one of the main themes, and the automotive textiles business is working on developing a proposal system for synthetic leather and further expanding its orders. In line with this policy, we have decided to establish a synthetic leather finishing line for automotive interior products at our Thai subsidiary, TCHS. Through this initiative, we promote the expansion of orders for synthetic leather and secure earnings by bringing together the capabilities of our subsidiary in Mexico, our synthetic leather manufacturing plant, and global bases in Japan, China, and other countries where we handle synthetic leather to respond to market expansion and the rising geopolitical risks in the Chinese market.

2. Overview of the capital investment

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|------------------------|---|
| (1) Investment details | New synthetic leather finishing line for automotive interior products |
| (2) Location | Bangpa-in Industrial Estate, Ayudhaya 13160 Thailand |
| (3) Investment amount | Approximately 160 million yen *Converted at THB = JPY4.4 |

3. Schedule

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|--------------------------|--|
| June 2025 – January 2026 | Equipment manufacturing and installation |
| February 2026 | Equipment installation completed |
| April 2026 | Trial operation starts |

4. Other

The impact of this capital investment on the business results of the Company for the fiscal year ending May 31, 2025 will be insignificant.