

# News Release



KOA CORPORATION  
June 26, 2023

Tadao Hanagata  
Representative director and president

## Establishment of a new factory at KOA DENKO (MALAYSIA) SDN. BHD.

KOA CORPORATION has decided, at a meeting of the Board of Directors held on June 26, 2023, to build a new factory of KOA DENKO (MALAYSIA) SDN. BHD. as described below.

### 1. Background

KOA DENKO (MALAYSIA) SDN. BHD., a consolidated subsidiary of the company, manufactures main thick-film chip resistors. Based on a comprehensive assessment of future order trends, the company has decided to enhance the production capacity of the subsidiary.

A new factory will be constructed in Malacca, Malaysia, where the existing factory is located. The new factory will improve productivity and profitability and secure stable supply.

### 2. Overview

Location	Malacca, Malaysia
Site area	83,718 m <sup>2</sup>
Total floor area	82,023 m <sup>2</sup> (2-story production building and 5-story office building)
Environmental protection measures	Solar panels on the roof of production building and parking lot
Commencement	October 2023
Completion	March 2025
Total investment	Approximately 23.5 billion JPY (Including production facilities)

\*Above dates and investment amount may be subject to change.

### 3. Future outlook

The impact on the consolidated financial results for the fiscal year is expected to be minor.

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