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To whom it may concern

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## **Notice Regarding Realignment of Domestic Polyester Films Business Production Facilities**

Teijin Limited announced today that it has resolved, in agreement with joint venture partner DuPont, to realign the production facilities of subsidiary Teijin DuPont Films Japan Limited. This move is in line with the program of restructuring initiatives outlined in Teijin's revised medium-term management plan, which was announced November 5, 2014.

### **1. Integration of domestic polyester films business production facilities**

Teijin DuPont Films Japan (TDFJ or the company) currently produces polyester films at its Gifu and Utsunomiya factories. TDFJ has resolved to integrate these activities at the latter facility.

To date, TDFJ has implemented numerous measures to reduce costs, including discontinuing production at its Ibaraki Factory, to make its polyester films business more competitive. Despite these efforts, increasingly intense rivalry in global markets persuaded the company of the need to further integrate its production facilities to enhance production efficiency and ensure profitability going forward, resulting in the aforementioned resolution.

### **2. Termination of operations at the Gifu Factory**

TDFJ will scale back production at its Gifu Factory, with operations at the facility scheduled to conclude at the end of September 2016. Having secured the understanding of customers, the company will compensate for this step by, among others, transferring production of items from the Gifu Factory to the Utsunomiya Factory or an overseas facility, as appropriate, as well as by promoting the use of alternative products. Certain unprofitable products will be discontinued. The Gifu Factory will continue to function as an R&D facility.

#### **Outline of Gifu Factory**

Official name:	Gifu Factory, Teijin DuPont Films Japan Limited
Location:	1357, Minamijo, Anpachi-cho, Anpachi-gun, Gifu Prefecture, Japan
Principal operations:	Production of polyester films, R&D
Annual production capacity:	30,000 tons
Start of operations:	August 1971
Number of employees:	Approximately 340 (around 240 of which are involved in production)

As much as possible, Teijin intends to absorb the impact of this move on employees involved in production at the Gifu Factory within the Teijin Group through recruitment to fill vacancies created by the retirement of employees at other plants and reassignment to other established project teams or departments.

### **3. Impact of decision on income**

Having already reported impairment losses on the production equipment of the Gifu Factory in the six months ended September 30, 2014, Teijin expects any additional negative impact of this move on its full-term consolidated operating results to be minimal. The positive impact of this move on Teijin's income performance are reflected in the targets of its revised medium-term management plan.

#### **Disclaimer Regarding Forward-Looking Statements**

Any statements in this document, other than those of historical fact, are forward-looking statements about the future performance of Teijin and its Group companies, which are based on management's assumptions and beliefs in light of information currently available and involve risks and uncertainties. Actual results may differ materially from these forecasts.