

**NEWS RELEASE****Teijin Agrees to Sell Composites Business Subsidiary in Japan**

**Tokyo, Japan, September 1, 2023** --- [Teijin Limited](#) announced that it has agreed to sell its entire stake in GH Craft Co., Ltd., an equity-method subsidiary of Teijin's composites business in Japan, to [TIP composite Co., Ltd.](#) Teijin signed the share transfer agreement today.

Teijin acquired GH Craft in July 2008 as part of its downstream strategy. Leveraging its superior technological capabilities, GH Craft has been involved in the design, prototyping, and evaluation of composite materials centered on highly demanding applications for the aerospace, railway, and automotive industries. As one of Teijin's composites business hubs in Japan, GH Craft earned the trust of customers.

Since acquiring its North American business in 2017, Teijin has been expanding the automotive composites business. However, the business has significantly fallen short of its expected profit levels due to factors such as a deterioration in the business environment due to semiconductor and labor shortages and raw material price rises. In response, Teijin has been concentrating the resources on its base in North America as its key region to implement measures to improve profitability. Under these circumstances, Teijin has decided to sell the GH Craft while considering the company's further growth.

TIP composite manufactures and sells composite materials for a wide range of industries, including aerospace and industrial. TIP composite has already collaborated on selected projects with GH Craft. Now, by obtaining GH Craft's knowledge and technology, TIP composite is expected to grow its business significantly.

**About the equity-method subsidiary to be transferred:****- GH Craft Co., Ltd.**

Name	GH Craft Co., Ltd.
Head office location	733 Itazuma, Gotemba City, Shizuoka Prefecture
Name and title of the representative	Yoichi Suyama, President and Representative Director
Description of business	Design, development, prototyping, production and sales of next-generation lightweight structural products using advanced composite technology
Share capital	JPY 100 million
Month of incorporation	August 1972
Number of employees	Approximately 70
Shareholding ratio	Teijin Limited 99.1%, employee shareholders 0.9%

- **TIP Composite Co., Ltd.**

Name	TIP Composite Co., Ltd.
Head office location	3967-19 Minami Nishihara, Wada, Matsumoto City, Nagano Prefecture
Name and title of the representative	Akira Ninomiya, President & CEO
Description of business	Design, manufacture and sale of fiber reinforced plastic molded products
Share capital	JPY 75 million
Month of incorporation	August 1970
Number of employees	Approximately 190
Shareholding ratio	Tomei Industry Co., Ltd. 100%

The share transfer is scheduled for September 7, 2023. The impact of this transaction on Teijin's consolidated financial results for the fiscal year ending March 31, 2024, is expected to be minor.

**About the Teijin Group**

Teijin (TSE: 3401) is a technology-driven global group with two core businesses: high-performance materials and healthcare solutions. Established in 1918 as Japan's first rayon manufacturer, Teijin today comprises some 170 companies employing 20,000 people in 20 countries. Through "Human Chemistry, Human Solutions," Teijin relentlessly strives to aims to be a company that supports the society of the future by protecting the global environment and addressing the needs of people and communities. Teijin posted consolidated sales of JPY 1,018.8 billion (USD 7.6 billion) and total assets of JPY 1,242.4 billion (USD 9.2 billion) in the fiscal year ending March 31, 2023.

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