

December 5, 2014 Notice of Business Termination and Transfer

We inform that the company reviewed our business and decided to close down the copper alloy business and transfer the magnetic devices business to a subsidiary of Mitsubishi Electric Corp., Kohshin Electric Corp., for business continuity.

Along with this, we plan to liquidate the company in September 2015.

**Overview of Business Review**

Although we have carried out the manufacture and sales of various types of copper alloy, magnetic devices and so on until today, we review our business as follows:

**Copper Alloy Business**

Due to structural demand reduction and intensification of price competition in the phosphor bronze market, the performance is getting significantly worse. We judged that a future dramatic improvement in income was difficult. We plan to end production activities in March 2015 and to close down the business.

We apologize to customers who have been dealing with us over the years for this situation and would also like to express our sincere appreciation for your business relationship until today.

**Magnetic Devices Business**

As we expect future growth, we decided that manufacture and sales would be transferred to a subsidiary of Mitsubishi Electric Corp., Kohshin Electric Corp., and get a new start as Sagami factory of the company. By combining both companies' field of expertise and technology, we will work to strengthen the business. The business transfer is scheduled to start April, 2015.

We apologize to our business partners for the great inconvenience and ask for your kind understanding of our situation.

The original Japanese text can be found here: [http://www3.metecs.co.jp/pdf/metecs\\_20141205.pdf](http://www3.metecs.co.jp/pdf/metecs_20141205.pdf)

→ Lamineries MATTHEY SA can offer the following replacement alloys to custom specifications: ←

Product Category	Metecs Code	UNS No.	Designation	Matthey Code	Remarks
High-Strength PhBronze for springs	C5240R	C52400	CuSn10		Upon request only
Phosphor Bronze for springs	C5210R	C52100	CuSn8	B300	
Phosphor Bronze	C5191R	C51900	CuSn6	B310	
	C5111R	C51100	CuSn4		Upon request only
Low-tin Phosphor Bronze	MF202R	C50710	not available		not available
Nickel Silver for springs	C7701R	C77000	CuNi18Zn27		Upon request only.
			CuNi18Zn20	B410	As an alternative
Nickel Silver	C7521R	C75200	not available		not available
			CuNi18Zn20	B410	As an alternative
Cu-Ni-Zn Alloy	MB115R	C73150	not available		not available
High-Strength,	M702	C70230	CuNi1.3Si0.25	B135	STOL <sup>®</sup> 76M as an alternative
High-Conductivity Alloys			CuNi2.6Si0.6Zn0.8Sn0.4	B170	STOL <sup>®</sup> 94 as an alternative
High-Strength Cu-Ni-Sn Alloys	MX96R	C72700	CuNi9Sn6	B870	BrushForm <sup>®</sup> BF96
	MX215R	C72950	CuNi15Sn8	B860	BrushForm <sup>®</sup> BF158