

March 31, 2025
AOI ELECTRONICS CO., LTD.

Notice of Conclusion of Sales Contract at Sharp Mie Plant No. 1

We hereby announce that, today, March 31, we have entered into a sales contract with Sharp Corporation (hereinafter referred to as "Sharp") for Sharp Mie Plant No. 1, as further described as follows. In addition, to raise funds for capital investments, including this investment, we signed a syndicated term loan agreement with MUFG Bank, Ltd. as an arranger on March 26, 2025.

Description

1. Outline of the conclusion of sales contract at Sharp Mie Plant No. 1

(1) Overview of Sharp Mie Plant No. 1

- ① Location: Gosana Taki-Cho, Taki-gun, Mie Prefecture
- ② Total floor area: About 60,000 square meters
- ③ Production area: About 24,000 square meters

(2) Consideration of acquisition of Sharp Mie Plant No. 2

In light of future business development, we are considering acquiring Sharp Mie Plant No. 2.

(3) Personnel exchanges with Sharp Display Technology Corporation

In order to establish a mass production system, the company will make maximum use of the extensive skills and experience of Sharp Display Technology Corporation, the Sharp subsidiary responsible for the company's small and medium-sized display business, through personnel exchanges at the company, and will aim to start operations at the new factory as soon as possible.

2. Syndicated Term Loans with Execution Period

In order to flexibly raise funds to meet capital needs for future business expansion and to stabilize management by strengthening its financial base, the Company has entered into the following syndicated term loan agreement with a feasible period.

- ① Composition: ¥15 billion
- ② Date of Agreement: March 26, 2025
- ③ Use of funds: Capital expenditure for advanced packaging and other businesses
- ④ Commitment period: 2 years
- ⑤ Final due: March 31, 2037
- ⑥ Arranger and agent: MUFG Bank, Ltd.
- ⑦ Participant financial institutions: MUFG Bank, Ltd.

The Awa Bank, Ltd.

The Hyakujushi Bank, Ltd.

The Chugoku Bank, Ltd.

3. Outlook of business expansion

As described above, with the mass production factory secured and fundraising in sight, we now have a system in place to actively expand into new businesses such as advanced packaging, and we aim to be fully operational in fiscal year 2027.