

Additional Information on KCHM

1. Profile of Kobelco CH Wire Mexicana, S.A. de C.V.

Location:	Santa Fe Industrial Park, Silao, Guanajuato, Mexico
President:	Mitsufumi Konishi (from Shinsho)
Established:	September 2014
Start of production:	January 2016
Business:	Manufacture and sale of CH wire*
Capital:	US\$11,942,000
Total investment:	US\$35 million
Equity share:	Shinsho 40%, Metal One 25%, Kobe Steel 10%, Osaka Seiko 10%, Simec 10%, O&k American 5%
Employees:	30 (as of September 2016)
Site area:	41,225 sq m (building area:11,000 sq m)
Production capacity:	40,000 tons per year
Main equipment:	Wire drawing equipment, pickling equipment, heat treatment furnaces

*Wire rod undergoes drawing and heat treatment at ordinary temperature to make CH wire of suitable dimension accuracy and quality for parts processing (cold heading). CH wire is used as material for nuts, bolts and other products.

2. Location



3. Outside view of facility



4. Main equipment

Equipment	Number
Wire drawing line	5 lines
Automatic pickling & coating line	1 line
Heat treatment line (STC furnaces)	2 lines

5. Profiles of Parent Companies

Shinsho Corporation

Head office: Osaka, Japan
President and CEO: Ikuhiro Yamaguchi
Sales: 791.3 billion yen (year ended March 31, 2015)
Employees: 1,426 (at March 2016)
Business: Import/export and trading of iron and steel, raw materials, nonferrous metals, machinery and welding materials

Kobe Steel, Ltd.

Head office: Kobe, Hyogo, Japan
President and CEO: Hiroya Kawasaki
Sales: 1,822.8 billion yen (year ended March 31, 2016)
Employees: 36,338 (at March 2016)
Business: Iron and steel, welding, aluminum and copper, machinery, engineering, construction machinery, and wholesale power supply

Metal One Corporation

Head office: Tokyo, Japan
President & CEO: Iwao Toide
Sales: 1,974.0 billion yen (year ended March 31, 2016)
Employees: About 10,000 (at March 2016)
Business: Import/export and trading of steel products

Osaka Seiko, Ltd.

Head office: Higashi-Osaka, Osaka, Japan
President: Noriaki Sawada
Sales: 18.3 billion yen (year ended March 31, 2016)
Employees: About 280 (at October 2016)
Business: Production and sale of CH steel wire, shaped steel wire and bar, and cold-forging parts

Grupo Simec, S.A.E. de C.V.

Head office: Guadalajara, Jalisco, Mexico
Chief Executive Officer: Luis Garcia Limon
Sales: US\$1.67 billion (year ended December 2015)
Employees: About 5,000 (at December 2015)
Business: Production and sale of special steel wire rod and bar
Note: Parent company of Republic Steel

O&k American Corporation

Head office: Chicago, Illinois, USA
President: Kazuta Oku
Business: Production and sale of CH steel wire and bearing steel wire