

October 30, 2017

Senko Group Holdings Co., Ltd.

NIIGATA TRANSPORTATION Co., Ltd.

NH-SENKO Logistics Center Constructed in Busan, South Korea
- Expanding international logistics business from hub ports in Eastern Asia -



"NH-SENKO Logistics Co., Ltd." (Headquarters: Changwon, South Korea; President: Akiyoshi Fujiwara) has completed construction of the "NH-SENKO Logistics Center" in the "Ungdong Hinterland Complex" at Busan New Port in South Korea, and started operations from October 30, 2017.

"NH-SENKO Logistics Co., Ltd." is a joint venture that was established in August 2015 through investments by Senko Group Holdings Co., Ltd. (Headquarters: Koto-ku Tokyo; President: Yasuhisa Fukuda; "Senko"), NIIGATA TRANSPORTATION Co., Ltd. (Headquarters: Niigata City, President: Hiroyoshi Yamada, "NIIGATA TRANSPORTATION") and HWA SUNG EXPRESS of South Korea.

The new center is a two-story building with a total floor area of 23,400 m², which includes a dangerous goods storage area and that has been designed to be used as a cold storage and frozen storage warehouse in the future, to meet a diverse range of customer requirements.

"KO-SENKO Logistics Co., Ltd.," a joint venture between Senko and a Korean company, has been operating a logistics center at the "Ungdong Hinterland Complex" since March 2014, and the construction of the new center will further increase Senko's operational functions in the area to boost and expand logistics capabilities throughout Eastern Asia.

Meanwhile, NIIGATA TRANSPORTATION will build on the advantages of its strong customer base in the Niigata region close to Korea as well as its delivery network throughout Japan, to tap into domestic and international demand passing through the new center to expand its international logistics as well as its domestic transportation businesses.

Busan New Port is an international hub port in Eastern Asia with one of the largest container handling capacities in the world, and the "Ungdong Hinterland Complex" has been specified as a free trade zone ("FTZ"), which allows for simplified processes required for logistics, indefinite storage for bonded cargo, and areas for sorting and other logistics operations.

The new center will maximize the benefits of the FTZ for its goods storage and logistics operations, as well as its container loading and port processing capabilities, to allow low-cost logistics services to be provided.

<NH-SENKO Logistics Center overview>

1. Name: NH-SENKO Logistics Center
2. Location: Republic of South Korea, Gyeongsangnam-do, Changwon District
3. Building structure: steel-framed, 2 story
4. Site area: approx. 35,500 m²
5. Total floor area: approx. 23,400 m²
6. Operator: NH-SENKO Logistics Co., Ltd.
7. Equipment:
 - 4 Cargo elevators
 - 3 Vertical conveyors

<NH-SENKO Logistics Co., Ltd. overview>

1. Company name: NH-SENKO Logistics Co., Ltd.
2. Established: August 4, 2015
3. President: Akiyoshi Fujiwara
4. Headquarters: Republic of South Korea, Gyeongsangnam-do, Changwon District
5. Capital: 4 billion won (360 million yen)
6. Investment ratio:

| | |
|------------------------|-----|
| Senko Group Holdings | 55% |
| NIIGATA TRANSPORTATION | 10% |
| HWA SUNG EXPRESS | 35% |

<Investment company overview>

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|------------------|--|--|---|
| | Senko Group Holdings Co.,Ltd. | NIIGATA TRANSPORTATION Co., Ltd. | HWA SUNG EXPRESS |
| Established | July 1946 | October 1943 | December 1967 |
| Representative | Yasuhisa Fukuda | Hiroyoshi Yamada | Kook-Dong Lee |
| Headquarters | Shiomi, Koto-ku, Tokyo, Japan | Meiekita, Chuo-ku, Niigata, Japan | Jung-gu, Busan, Korea |
| Capital | 26,528 million yen | 81 million yen | 200 million won (18 million yen) |
| Line of business | Vehicle transportation Warehousing Distribution processing Other | Cargo and vehicle transportation Freight forwarding Customs clearing Warehousing Other | Cargo and vehicle transportation/broker services Multi-mode transportation/broker services Logistics and warehousing Other |

End.