

February 19th, 2008

NIPPON (Thailand) Co., Ltd., a Nippon Flour Mills Group Company, Completed a Cutting-Edge Premix Plant in the Outskirts of Bangkok, Thailand.

—Starting Full Operation of a New Strategic Base for its Overseas Businesses —



Nippon Flour Mills Co., Ltd. (President: Wataru Aosaki) is pleased to announce that it has completed a premix plant of its Thai subsidiary, NIPPON(Thailand) Co., Ltd. (hereafter “NPT”). The company has been proceeding with this project as a part of its strategies in Asia under the “05/07 Medium Term Business Plan,” which seeks to develop the company into a multifaceted global food provider. A large number of guests were invited to the opening ceremony of the new plant, which was held on February 19 (Tuesday).

Nippon Flour Mills first entered the Thai market in 1994, when it made an investment in United Flour Mill Public Co., Ltd., the largest flour mills company in the country. In terms of the premix businesses, Nippon Flour Mills used its manufacturing expertise and commenced outsourced production in Thailand in 1996, and established a sales subsidiary, Nippon Flour Mills (Thailand) Ltd. (hereafter “NFT”) in the same year, which has continued to sell the premix in Thailand and its neighboring countries. With steady increases in demand over the last few years, mainly from Japanese processed food manufacturers, and requests for a stable supply of high-quality premix products in Thailand, Nippon Flour Mills acquired a plot of land in the Navanakorn Industrial Estate on the outskirts of Bangkok, set up NPT, and started constructing the new premix plant. With state-of-the-art technologies, the new plant serves as a production base that enables finely-tuned, prompt productions and allows the company to comprehensively cover food safety and security requirements, which are set to become

tighter in the future.

Thailand and other Southeast Asian countries have been the supply bases of food products to Japan and all over the world, and further growth is expected for the food-processing industry in this region. As a response to the market expansion, NPT has been closely tied to NFT, which, since its establishment, has had an R&D function and a sales structure that enables it to meet the customers' needs promptly. NPT will continue to develop its premix businesses in Thailand.

[Overview of the New Plant]

1. Name: NIPPN (Thailand) Co., Ltd.
2. Location: 101/115 Moo 20 Phaholyothin Rd., Klong Nueng, Klong Luang.
Pathumthani 12120, Thailand
3. Capital: 200 million baht (approx. ¥ 700 million, 100% Nippon Flour Mills)
4. Representative: Hideo Kondo (Deputy General Manager, International Administration Div., Foods Business Dept., Nippon Flour Mills Co., Ltd.).
5. Business Activities: Manufacture and sale of premix products for markets in Thailand and its neighboring countries.
6. Production Capacity: 12,000 tons per year (1,000 tons per month)
7. Site Area: 15 rai (24,000 square meters)

