

June 4, 2018

Company Name: Dexerials Corporation
Security Code: 4980
Listing: First Section, Tokyo Stock Exchange
Representative: Takashi Ichinose, Representative Director and President
Contact: Naoyuki Sanada, Senior Executive Officer,
Deputy CFO, Corporate Planning & Control Division Head
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Notice Regarding Acquisition of Shares in Advanced Material Technologies, Inc.

Dexerials Corporation (the “Company”) hereby announces that the Company acquired shares of Advanced Material Technologies, Inc. (formerly known as YOUTECH Corporation, “AMTI”) on May 30, 2018.

1. Reason for the Share Acquisition

The Company has focused on the expansion of its business in the field of electronics, and is further expanding its reach into such growing fields as Automotive, Telecommunications, Semiconductors, and Life Sciences. Considering continued advances in autonomous driving technology, IoT, and sensor-utilizing diagnostic technologies, we are anticipating that there will be a substantial increase in demand for high-precision sensors. AMTI, which the Company has decided to invest in, has the unique material designing and sputtering technologies necessary to improve the performance of lead zirconate titanate (PZT) thin-film, which will enable a significant improvement in both the performance and downsizing of high-precision sensors.

As such, in order to support AMTI’s growth strategy, UMI I Limited Partnership (which Universal Materials Incubator Co. Ltd. (UMI) manages and in which the Company participates) and the Company undertook Type A preferred shares which AMTI issued as a third party allocator aiming to procure funds for future business expansion. Prior to the third party allocation of shares, AMTI implemented capital reduction in order to cover losses.

In addition, the Company can support AMTI by making use of its wealth of knowledge in marketing, production, and quality control that the Company has cultivated in each field, including electronics, and further believes that by developing new inorganic materials in partnership with AMTI, the Company can expect to see not only a contribution to our development of core technologies, but also an expansion of our business. As such, the Company has decided that it would be of great benefit to invest in AMTI.

2. Outline of Advanced Material Technologies, Inc.

(1)	Name	Advanced Material Technologies, Inc.
(2)	Headquarters	956-1 Nishi Hirai, Nagareyama-shi, Chiba
(3)	Name and Title of Representative	Representative Director and President: Yuji Honda
(4)	Description of Business	The development of technology to modify material surfaces using plasma; the design, manufacture, and sales of equipment using that technology; and the development, design, manufacture, and sales of high-performance thin-film electronic devices
(5)	Capital	¥1
(6)	Date of Establishment	March 3, 1992
(7)	Major Shareholders and Shareholding ratio	Yuji Honda, Representative Director and President 35.8% Takeshi Kijima, Director 16.5%
(8)	Relationships Between the Company and AMTI	There are no applicable matters concerning capital, personnel, or business relationships to be addressed with the company. There are no applicable matters concerning related parties

3. Number of Shares Acquired, Acquisition Price and Status of Share Ownership Before and After Acquisition

(1)	Number of Shares Held Before Acquisition	0 Number of voting rights: 0 Percentage of voting rights: 0%
(2)	Number of Shares Acquired	Type A preferred share: 869 (Number of voting rights: 869)
(3)	Acquisition Price	¥199,870,000
(4)	Number of Shares Held After Acquisition	Type A preferred share: 869 (Number of voting rights: 869) Percentage of voting rights: 16.6%

4. Schedule

(1)	Date of Resolution of the Board of Directors	April 26, 2018
(2)	Date of Signing the Agreement	May 25, 2018
(3)	Date of Payment	May 30, 2018

5. Future Prospects

The company will provide functional materials to sectors that are expected to see growth, and work to actively expand business. This is one of such initiatives, and both companies, while leading their respective businesses to further growth through this initiative, will endeavor to develop technologies that create new and useful value to the world, aiming to achieve sustainable growth.

The impact of the Share Acquisition on the Company's consolidated results in the current fiscal year is minor.