



Corporate Brochure 2021

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CEO MESSAGE

Shinji Sakuma



As a Risk Sharing Partner

Today, the business environment and social values that surround us are undergoing major changes. Technology is progressing, a global consensus has formed on sustainable societies under the banner of the SDGs and ESG, and global natural disasters and pandemics have led to changes in lifestyles and ways of working. These macro changes will likely lead to the modernization and diversification of current regulations and standards.

In an environment where these complex changes and uncertainties are presupposed, the risks that must be considered in doing business are also complex and diversified. We now live in an era where it is difficult for a lone organization or group to handle the full range of risks it might encounter. That is why we believe that leveraging expertise from multiple fields to build systems and structures for risk diversification and risk sharing is essential for the long-term survival of a business. The risk-sharing partnerships that Eto builds are indispensable for both our clients and suppliers in today's complex business environment and society. As a technology oriented trading company, we will continue to take on big challenges in unison with clients and suppliers while working to fulfill our social responsibilities, achieve sustainable growth and help realize the Sustainable Development Goals.

OUR PHILOSOPHY

Mission

We meet technological innovation head on, and by maximizing business potential, contribute to people's prosperous lifestyles

and the development of a technological society.

Vision

Through our pursuit of evolving technology from a global perspective, we will strive to become an Eto that is needed around the world as a technological general trading company and continue to advance dynamically.

CORPORATE PROFILE

Business Activities

Establishment

We are a technical proposal firm offering support to a wide range of industries, from precision mechanical parts to automation equipment.

Principal Stockholder

KYOKUTO BOEKI KAISHA, LTD.(100%)

Major Customers

Alps Alpine Group Nippon Caterpillar Canon Group Cleanup Corporation. Sharp Corporation. Stanley Group Sony Group Pacific Engineering Corporation. Takara Standard Co.,Ltd. TOTO Group NEC Group **Pioneer Group** Panasonic Group Hitachi Astemo Group Hitachi Construction Machinery Group Hitachi Group FANUC Corporation. FUJITSU Group **BRIDGESTONE** Group MIKUNI Group Mitsubishi Heavy Industries Group Yazaki Group Yaskawa Electric Group Yamabiko Group



Number of Employees

As of March, 2021



1913 669.1_M 228 344 on consolidated basis

NETWORK



Eto: 10 Offices

Kyokuto Boeki : 14 Offices

Foreign Base Location

Eto: 1 Factory

North America

New York Michigan Latin America Silao (Mexico) São Paulo (Brazil) Europe Dusseldorf Moscow Asia

- Gurgaon (India)
- Chennai (India)
- Bangkok (Thailand)
- Ayutthaya Factory (Thailand)
- Hanoi (Vietnam)
- Kuala Lumpur (Malaysia)
- Hong Kong
- Shanghai
- 🗧 Tianjin
- Dalian
- Beijing
- Guangzhou Wuhan
- 🛑 Taipei
- Kaohsiung
- Dongguan





SUPPLIERS RESOURCE

Diverse supplier network

We have built an extensive supplier network in cooperation with 737 other companies that possess a wide variety of technologies and construction techniques. Together with this supplier network, we can help your company create a supply chain that suits your circumstances and needs.

Breakdown of Suppliers by Production Process

Number of Suppliers



TECHNOLOGY

Number of VA/VE proposals As of FY2020

As a technology oriented trading company, Eto is skilled in making proposals based on technological trends and the technological expertise that we have cultivated over our long history. We will work to improve your supply chain and enhance its sustainability with proactive proposals ranging from the identification of issues in each phase of the supply chain to Value Analysis/Value Engineering (VA/VE).





Breakdown of supply chain VA/VE proposals



Development





Supplier selection 43%







Quality Assurance Support







8%

Logistics



Inventor control 2%

BUSINESS CONCEPT

BUILD **SUSTAINABLE** & **ROBUST BUSINESSES**

ETO, as a Technology oriented trading company, supports the supply chain of both customers and suppliers at production sites in all industries. With global natural disasters, the spread of infectious diseases and accelerating technological progress, our society is entering a complex and uncertain era.

In this complicated and unpredictable business environment, we focus our efforts on two tasks: ensuring stable supply capabilities with no delays at any time, and creating new business opportunities for both clients and suppliers. This combination allows us to help build sustainable and robust businesses by solving problems in the supply chain.

BUSINESS MODEL

The core of our business's value proposition is the development of stable supply capabilities without delays and the creation of new business opportunities.

In-depth Technical Expertise



Adequate Inventory

OUR CAPABILITY



Technical Expertise

We propose a framework that meets your needs, including finance functions, funding and financial support for customers and suppliers.

Finance

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Our high level of technical expertise allows us to participate from the development and design stage, to propose VA/VE, to guarantee quality and to comply with standards and norms.

Adequate Inventory

Optimized Logistics

We maximize business opportunities in both directions with a global logistics system that covers domestic, imports and exports, as well as international and trilateral trade, and have a sustainable, environmentally-friendly distribution system that takes into account transport efficiency.

We maintain an adequate level of stock in

line with our customers' production plans,

taking into account market conditions for

economic situation at all times, to ensure a

tions, and to coordinate with our suppliers.

raw materials, product demand and the

stable supply without delays or interrup-



Finance (S) **Global Network**

Eto's capabilities are continuously evolving. We create new value by combining these capabilities with our practical expertise in various areas. Here are a few of our main capabilities.



Global Network

Our domestic and international supplier network, as well as our marketing and sales network, in cooperation with Kyokuto Boeki Kaisha, Ltd., enables us to meet both sudden needs and a stable supply.



Risk Sharing

We continue to develop various mechanisms and systems as a risk-sharing partner to support the business continuity of both customers and suppliers.

OUR FUNCTIONS

^{to}MEET **DIVERSE NEEDS**

Eto fulfills a variety of functions that will enhance your company's strength at every stage from development and design to sales. We combine these functions to provide optimized solutions that can strengthen the competitiveness and market adaptability of Suppliers, as well as help build supply chains that suit the circumstances and needs of each clients.

Not all of our functions are listed here. Together with our clients & suppliers, we are constantly exploring new functions while renewing and expanding our existing ones.

ETO

For Customer

We solve problems by combining various functions

at every stage of the supply chain.

Contraction of the local division of the loc				
	Identification of Technical Issues	Complementary or Alterna- tive Credit Examination	Environmental Measures ISO 14001, various environ-	Optim global
	Resolving Issues, Review and Verification	Finance	mental regulations, green procurement system, operation of own EMS	covers exports tional a
	A Wide Range of Options We offer several options to	Optimized Procurement System	Compliance with an Increasingly Diverse Range of Standards and	
-4.0	suit the intended use of the product.	We use our network to select the most suitable and global suppliers and propose the use of local procurement.	Regulations Compliance with new stand- ards and regulations such as	Safety Cost C
	<u> </u>		ISO, IATF, VDA, etc., and training of internal auditors	Globa Emerg
			and maintaining a global and speedy l f procurement, production and distrib	
		Compliance with Subcontracting Laws	Production, Delivery and Operational Control of Processes, Including Secondary Processing	
	Development	Procurement	Production	\geq
	Providing development opportunities Involvement from the	Assistance with Capital Investment Planning	Compliance with an Increasingly Diverse Range of Standards and	Conso Develo and en
	development stage creates opportunities to expand the product range and to	Finance Support	Regulations Training, guidance and assistance in obtaining certification to various	distribu consoli location
	incorporate different processing technologies.	Compliance with Subcontracting Laws	manufacturing standards and regulations such as ISO, (ATF, VDA, etc.	frequer
	Collaborative Development and Funding	We use our network to select the most suitable and global suppliers and propose the use of local procurement.	Development, support and auditing of quality assurance systems	Develor Internat
			Helping You Meet Tightening Environmental Regulations Training, guidance, auditing	
			and certification support for various environmental	
			regulations, own EMS and green procurement system	







CASE STUDY

We will introduce our example solution for both customers and suppliers.



MAJOR **BUSINESS FIELDS EVOLVING INTO THE INDUSTRIES AROUND US**

Housing Equipment, Automobile, Construction Machinery, Industrial Machinery, Electronics are the fields of business we're best at. We respond to multiple needs with many professional plans and actions, from actual problems to potential ones. ETO sustains the industries that sustain our daily lives.













Five **Representative Fields**

Here are five representative fields that we excel in. We have also now begun to expand into new fields such as

5 **Construction Machinery**

At the construction sites, demand for better working environments and labor shortages are driving the progress towards construction machinery using IT/ICT. And in addition to meeting new customer demands, we are also aiming at the creation of newly-imagined next-generation construction machinery.

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Through the global supply chain, we provide various parts and equipment for bathes, toilets, kitchens, etc. that create an environment that allows people to live more comfortably.

Industrial Machinery

Production site change towards using IoT is quickening its upgrades and deveopment with the introduction of industrial robots and automated equipment. We are proposing proactive on-site verification to find potential problems, increase productivity, and better the work environment.



Housing Equipment







Automobile

We supply high quality components of all types of shipping and transport machinery, from automobiles, ships, rail, and farming equipment from our domestic and foreign supply bases. We also possess the resources to meet customers' various requests for special product characteristics, durability, and conformance to standards.

4 Electronics

We will enhance and support global activity with overseas business expansion. We will also serve to strengthen our competitive power with the creation of a supply chain that matches needs, by analyzing the design and manufacturing process coordinated with local manufacturers, and through the procuring of components.



HUMAN RESOURCES PEOPLE **AS THE DRIVING FORCE**

As technology and value systems evolve, the role of Eto will also evolve. We always strive to provide services that keep pace with the changing needs of the world we live in. On the other hand, there is one thing that never changes: no matter the era, there is no more important management resource than people. Eto's services are made possible by the advanced expertise of people in the fields of global business, technology, importing, exporting and quality assurance.

Whether it is overcoming known obstacles, discovering hidden problems or creating new business, Eto is building a culture that can take on a variety of challenges to help clients & suppliers expand their business.











OUR STRENGTH



Eto has built its own unique organizational structure as a the Sales Department and the Business Development allows us to provide reliable technology and timely service. Both of trading company. Our Sales Department serves as a contact point for our clients, striving to meet their individual needs. these departments are supported by our Management Department, which serves as the foundation of our organiza-We also place great importance on our Business Development Department, with its deep expertise in technology, tion. Uniting these departments in a trinity has enabled us to quality assurance and systems. Close cooperation between offer services with long-term value.

Business Dept.



Overseas Sales Dept. This department can provide contact points for overseas sales locations and

suggest high-quality manufacturing bases. The department uses its expertise in the trade business to handle importing, exporting and trades where there is an intermediary country.

Domestic Sales Dept.

This department strives to meet all the needs of domestic clients. It efficiently handles sales work with an attention to detail achieved through strict quality control, and new projects can be launched quickly by leveraging the department's own network.

Sales Planning Dept.

This department provides strategic sales support, from the formulation of medium-term management plans and sales strategies, to the development of new products and marketing based on prompt detection, analysis and prediction of trends in each industry

Our ability to provide long-term value lies in cross-departmental collaboration that places Eto in a unique position.

Business Promotion Dept.







Procurement Dept.

This department works to enhance procurement capabilities by building a supplier network in Japan and overseas through the collection of information on new technologies. It provides long-term sales support while striving to provide technology that matches the needs of clients.

Quality Assurance Dept.

This department handles guality-related clients support and provides technical advice to the Sales Dept. from a specialist perspective. It works with the Sales Dept. to make proposals with high added-value, such as handling QMS and various environmental regulations.

Information & Systems Dept.

This office is building our company's core systems, as well as applications designed to improve business efficiency. It provides important support to the Sales Dept. and Management Dept. through the development of ICT infrastructure