

Press Release

August 29, 2016

The Domination and Profit and Loss Transfer Agreement comes into effect

DMG MORI CO., LTD. (hereinafter referred to as "the Company") would like to announce that the Domination and Profit and Loss Transfer Agreement ("DPLTA"), concluded between its consolidated company DMG MORI GmbH and DMG MORI AKTIENGESELLSCHAFT ("AG"), in order to enhance the integration of AG, has become effective after the DPLTA was entered into the commercial register of AG.

On June 2, 2016, the Board of Directors of the Company adopted a resolution to conclude the DPLTA based on the laws and regulations of the Federal Republic of Germany. On July 15, 2016, the DPLTA was approved at the general shareholders' meeting of AG with more than 95% of the represented votes. The entry into the commercial register of AG was accomplished on August 24th, and now the DPLTA has come into effect.

The DPLTA will make it possible for the Company to utilize its own and AG's management resources in their entirety and the business of both companies will be fully coordinated. In particular, the Company will strongly promote integrations of parts and units, models and procurement systems, as well as the optimization of production capacity across the group. Furthermore, the Company is determined to improve the quality of products and services and to offer value added solutions to customers. At the same time, the Company will strengthen alliances with partnering companies for mutual benefit, and finally, make further efforts to maximize its enterprise value.

As the global leader in its field, the DMG MORI Group is firmly committed to contributing to the development of the machine tool industry.