

**Sanki Yamato Site
Redevelopment**
(STeP: Sanki Techno Park Project)
Outline

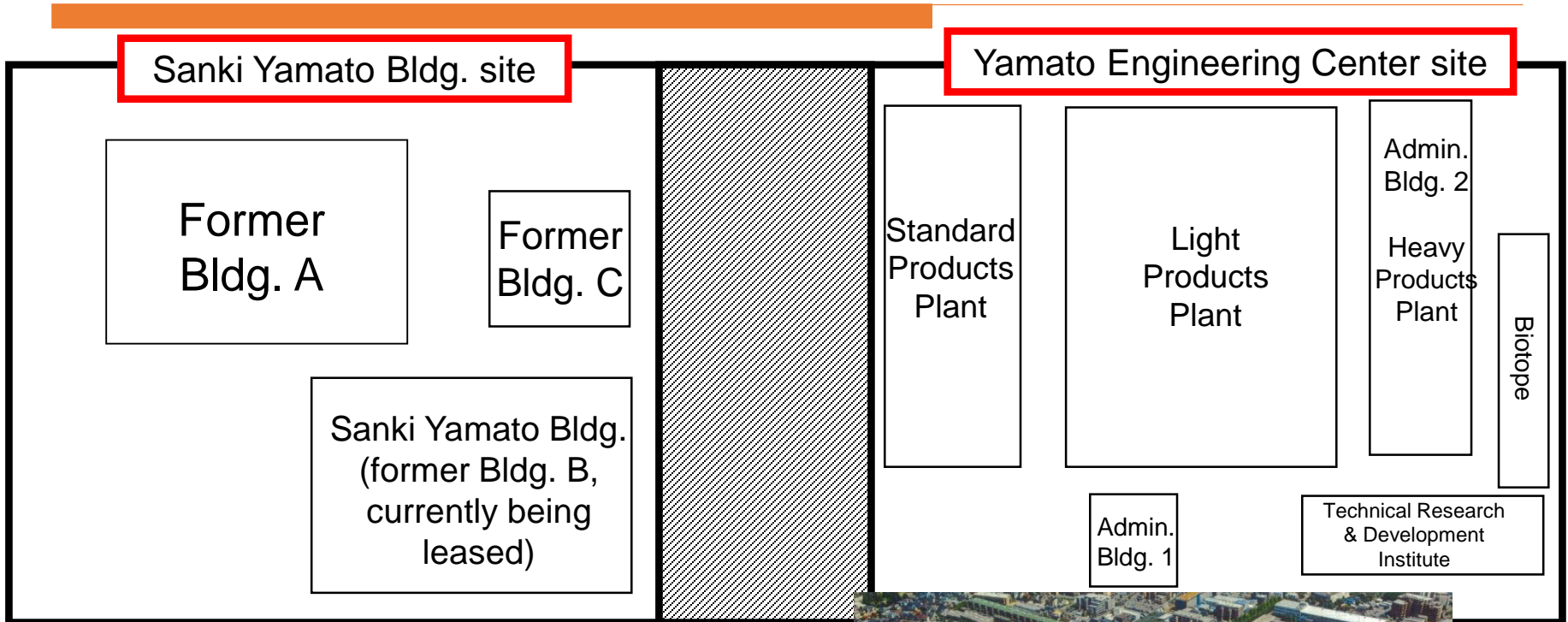
November 11, 2016

Overview of STeP Project

Redevelopment of land and buildings primarily in the Sanki Yamato Site (Sanki Yamato Building and Yamato Engineering Center sites, both in Yamato City, Kanagawa Prefecture), real estate owned by Sanki

1. Construction of Sanki Techno Center
2. Reorganization of production plants in the Machinery Systems Administration Division
3. Effective utilization of existing assets

Current State of Relevant Sites

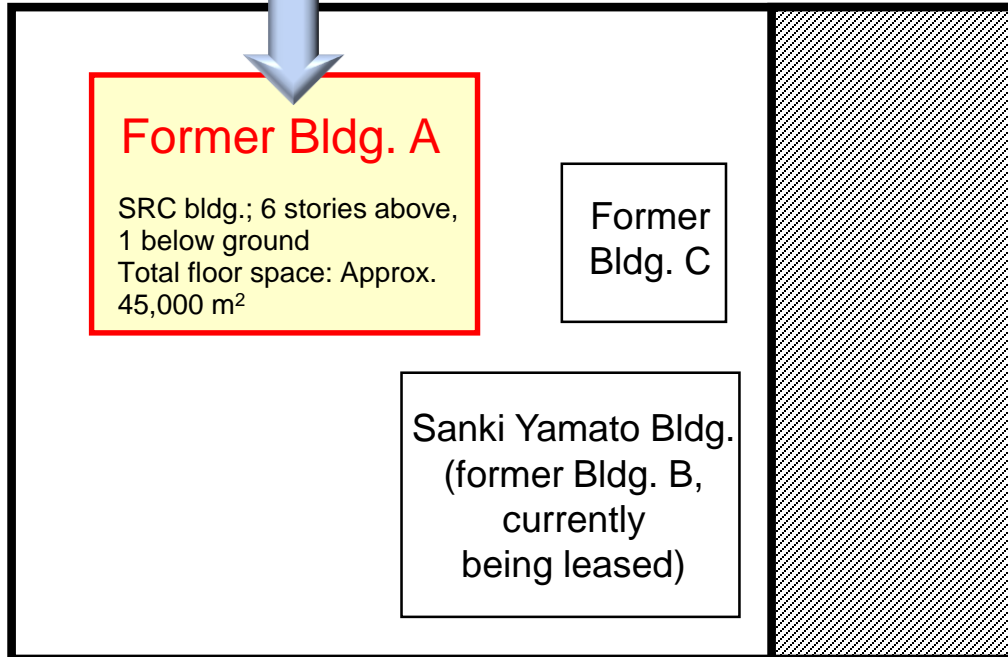


Sanki Shonan
Training Center
(Yokosuka City)

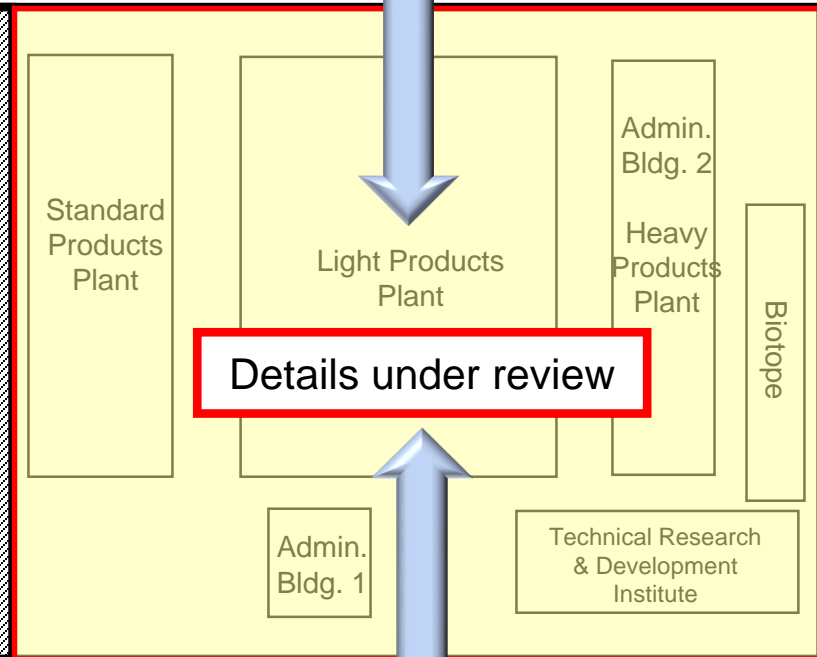


Redevelopment Synopsis

1. Construction of Sanki Techno Center



2. Reorganization of Machinery Systems production plants



Details under review

3. Effective utilization of existing assets

Sanki Shonan Training Center (Yokosuka City)

Sanki Techno Center Outline

<Aim>

Medium-Term Management Plan
“Century 2025” Phase 1
Improve the quality of technology and human resources

<Challenge>

Human resources

- ✓ Improve / pass on technology / skills
- ✓ Training including business partners

Facilities

- ✓ Expansion of training facilities
- ✓ Meeting education needs with real equipment
- ✓ Aggregation of educational and training locations / opportunities

- <Education and training facilities>
 - Abundant training rooms
 - Practice with actual equipment using large underground space
 - Integrated training for technologies, skills, and safety
 - Make use of high career instructors
 - Sufficient accommodations
- <R&D facilities>
 - Development bases for next-generation technologies
 - Expand showrooms
- <Others>
 - Contribute to the local community

Achieve improvement of “Quality” in a variety of areas such as product quality and profit ratio

Functions of the Sanki Techno Center

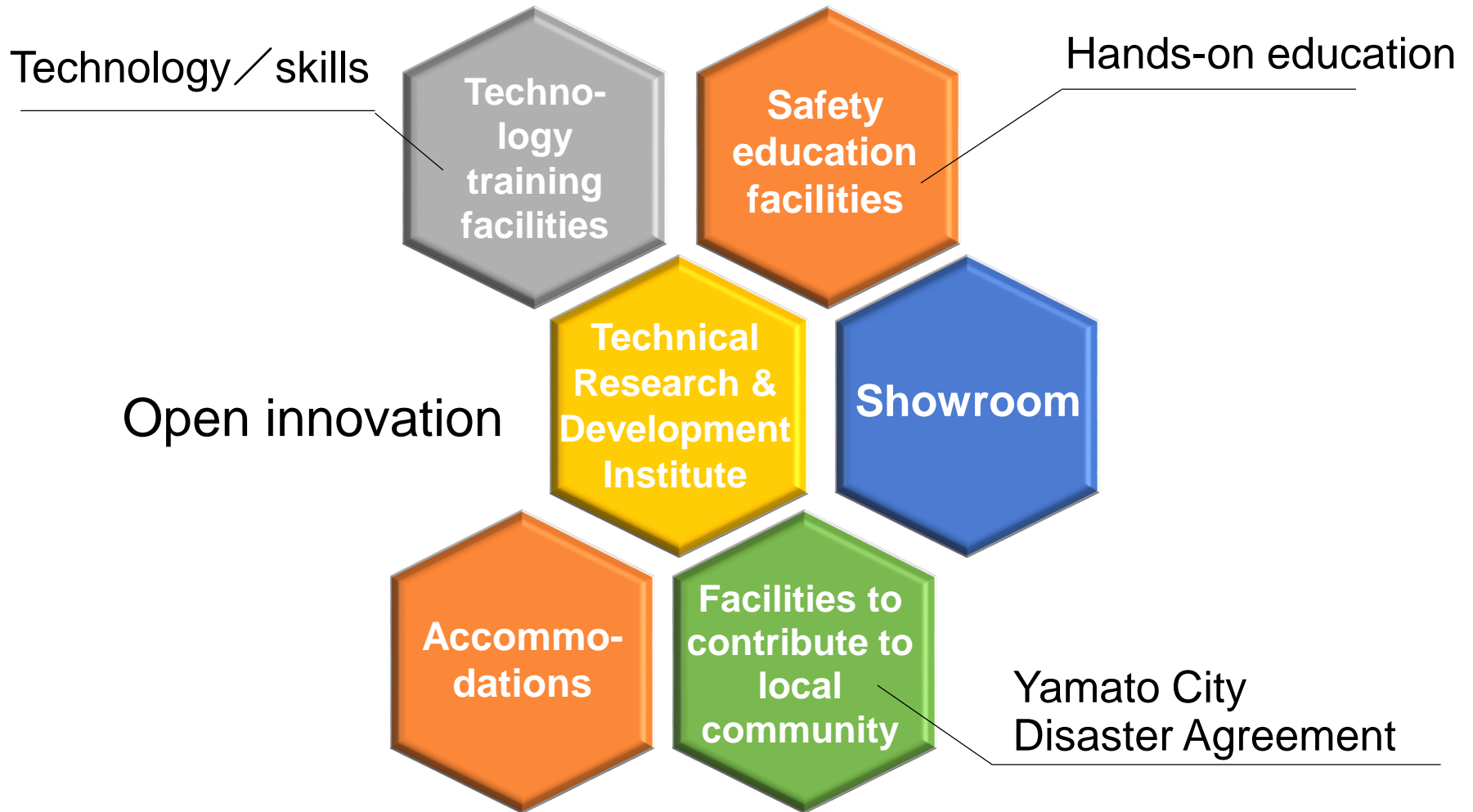
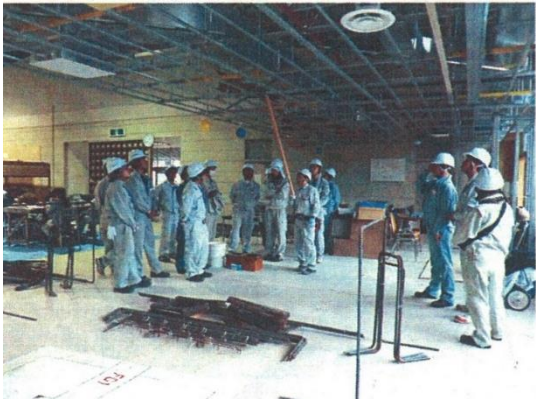


Image of Sanki Techno Center Facilities – Training Facilities –

SANKI

Improve and pass on technology / skills



Technology training



Safe hands-on training



Skills training



Training for acquiring qualifications

Image of Sanki Techno Center Facilities **SANKI** – Technical Research & Development Institute –

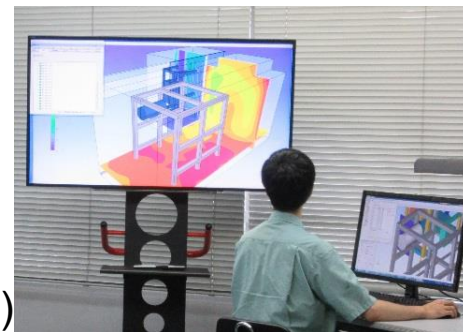
New, future-oriented R&D



Open innovation with external entities

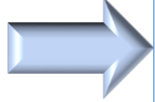




Enhancement of core technology
(regenerative medicine)



IC technology (IoT / AI)

Schedule

	FY 2016	FY 2017	FY 2018
1. Construction of Sanki Techno Center	<div style="border: 1px solid orange; padding: 5px; display: inline-block;">Final design/preparatory construction</div> 	<div style="border: 1px solid orange; padding: 5px; display: inline-block;">Repair work</div> 	<div style="border: 1px solid orange; padding: 5px; display: inline-block;">Open (around Summer 2018)</div> 
2. Reorganization of production plants in the Machinery Systems Administration Division		<div style="border: 2px solid red; padding: 5px; display: inline-block;">Details under review</div>	
3. Effective utilization of existing assets			