NSK Ltd. Mori Seiki Co., Ltd.

<u>Licensing Arrangements for Patents Related to Low-noise Ball Screws</u> between NSK and Mori Seiki

With the goal of expanding the low-noise ball screw market and promoting noise reduction and increased speed in machine tools, an agreement has been reached between NSK Ltd. (President & CEO - Seiichi Asaka; hereinafter referred to as "NSK") and Mori Seiki Co., Ltd. (President and Representative Director – Masahiko Mori; hereinafter referred to as "Mori Seiki"), whereby NSK shall license patents and other specified items related to low-noise ball screws to Mori Seiki, and in addition provide technical support.

An outline of the content of the agreement follows below.

(1) Applicable Product

NSK High-speed low-noise ball screw Specifically, the ball screw that employs a new recirculation mechanism, and possesses the features indicated below.

- (i) Reduces noise by 6 dB or more in comparison with conventional NSK products. (Low-noise)
- (ii) Possesses high-speed capabilities 1.6 times or higher (No. 1 in the world) than those of conventional NSK products. (High-speed)
- (iii) Possesses a nut outside diameter 30% smaller than that of conventional NSK products. (Compact size)

(2) Licensing Details

A non-exclusive licensing of patents, etc., for machine tools produced and sold by Mori Seiki.

(3) Technical Support

Disclosure of technical drawings and specifications, etc., and supply of personnel in order to provide know-how, etc.

(4) Provision of Parts

Supply of parts such as rotable parts required for manufacture of high-speed low-noise ball screws.

(5) Time Period

Ten years from the day of conclusion of contract.

(6) Other

NSK shall be the primary supplier of ball screws to Mori Seiki.

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