Manufacturing and DX Strategy

Further improvement of added value

To expand our business globally and improve profitability, we

are implementing corporate-wide structural reforms, and made

significant organizational changes in FY2024. Executive Officer

Marc Enjalbert-CEO of APEM-is in charge of manufacturing,

and is responsible for formulating strategies to improve

manufacturing efficiency and the service to customers, and

reduce cost for the whole IDEC Group. We are also making a

radical review of our production structure and processes to

our Manufacturing Department in FY2025. The Center has

headquarters located in Japan and Europe, consolidating its

functions to strengthen our global production capabilities.

We established a new Core Competence Center within

The Manufacturing Technology Department (part of

Improving productivity and operational efficiency globally

improve quality and cost.

Leveraging our extensive knowledge of HMI and safety acquired since the foundation, we provide high quality, reliable products to customers worldwide. Also, our Manufacturing Technology Department takes initiative to design and develop production equipment to enhance quality, production efficiency and automation.

Related material issues

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ိုင္ပာ **Productivity improvement** Safety, ANSHIN, and well-being

Improve the quality of products

The IDEC Group has members with diverse cultural identities and values around the world. In view of this, we have established the IDEC Quality Standard, to ensure that all Group employees can fulfill their responsibilities and mission with the same high standard of quality.

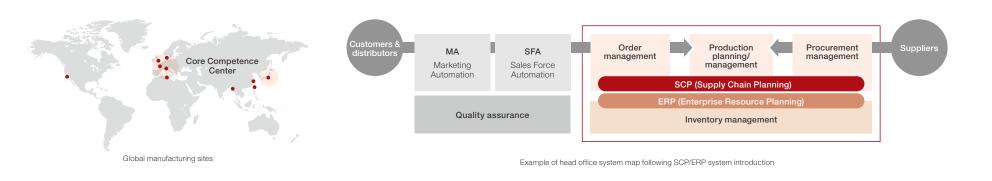
We make continuous improvements by holding QC circle activities at manufacturing sites both in Japan and overseas, and conducting problem solving reviews at monthly corporate-wide guality meetings, with the aim of creating a vibrant workplace and improving customer satisfaction. We also provide continuous quality education to all employees and encourage them to obtain Quality Management and Quality Control Examination®* certifications, with the aim of raising the quality awareness of each and every employee.

* The Quality Management and Quality Control Examination® is a registered trademark of the Japanese Standards Association.

Number of Quality Management and Quality Control Examination® certification holders (as of March 2024)

664

employees **4** YoY



the Core Competence Center) develops a diverse range

of production equipment, and is working to strengthen

our manufacturing capabilities by introducing them at

manufacturing sites in Japan and overseas. We select and

combine the most suitable production equipment from a variety

of production methods in accordance with the characteristics

of product groups with different production guantities and

shapes, and ensure the safety of the equipment by utilizing

are also accelerating DX efforts globally to improve operational

efficiency and streamline management. We are also engaged

in projects to renew our Enterprise Resource Planning (ERP)

platform, which is an integrated mission-critical system, and

to actualize Supply Chain Planning (SCP) globally.

In addition to strengthening our production framework, we

IDEC switches and safety-related products.

with tools such as digital marketing and sales force automation, and to manage the entire series of business processes ranging from marketing and sales activities to order receipt, production

planning, purchasing, and inventory management. The introduction of the new SCP system in Japan was completed in FY2024, and we plan to introduce it at other locations globally from FY2025. In the future, we will be able to share data seamlessly among all Group companies, allowing us to formulate plans while responding to global fluctuations in supply and demand.

The introduction of these systems will enable us to interlink

Preparations for the introduction of the ERP are currently underway, and full-scale operation of the new system is scheduled to begin in FY2026.

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