

Otto Bock

Application for Industrial Facilities Exemption Certificate

Section 5

Otto Bock has supplied polyurethane chemical blends to the North American Automotive Industry for more than 20 years, intends to use our own chemical knowledge to produce molded Polyurethane parts for underhood NVH (Noise Vibration & Harness) applications in the Automotive industry in the NAFTA region. Such parts are based on a new and unique chemistry and can reduce the noise in the engine compartment. This chemistry and the parts are required because the automotive industry is introducing new engine technologies in order to reduce the fuel consumption of the cars and trucks. The first part production is scheduled to start as early as the 2nd quarter of 2011. Current plans are to conduct a thorough update of the office area, build a new laboratory in the shop space, update the heating and ventilation and install numerous machines to mold polyurethane NVH parts.

Brief History

- 100% of company is owned by the Näder family of Duderstadt, Germany
- Global Group Sales in 2009 - € 629.9 million (≈ \$820 Million)
- Employees worldwide in 2009 ≈ 4,400
- Founded in 1919 as an Orthopedic Company in Berlin
- Entered into Polyurethane Industry in 1953
- Otto Bock USA established in 1958
- Invented Integral Skin Polyurethane Foam for Steering Wheels – mid '60's
- Factory established in China in 2005 for Production of Polyurethane Foam

Personal Property Detail – During the first year of occupancy, Otto Bock plans to purchase two metering units and one or two turntables. The approximate value of these machines coming from Germany is \$2,700,000.00. Additional planned purchases are detailed in Attachment 3.

Real Property Detail – A total make over of the office area is planned along with a Laboratory, Worker Break Area, Locker Room, Showers and additional Rest Rooms are planned in the shop area.