

*Disclaimer :*

*The Competition DG makes the information provided by the notifying parties in section 1.2 of Form CO available to the public in order to increase transparency. This information has been prepared by the notifying parties under their sole responsibility, and its content in no way prejudices the view the Commission may take of the planned operation. Nor can the Commission be held responsible for any incorrect or misleading information contained therein.*

**M.8866 - MEC / MITSUI / SDPSK / JV**

**SECTION 1.2**

**Description of the concentration**

The proposed transaction (the **Transaction**) relates to the proposed acquisition by Mitsubishi Estate Co., Ltd. (**MEC**) of a 40% controlling interest in the holding company Mimi Development Sdn Bhd (**Mimi Development**), by way of which MEC will acquire joint control over Sime Darby MIT Development Sdn Bhd (the **JV**), the joint venture recently established by Mitsui & Co., Ltd. (**Mitsui**) and Sime Darby Property (Sungai Kapar) Sdn Bhd (**SDPSK**). The Transaction constitutes a concentration within the meaning of Article 3(4) and Article 3(1)(b) of the EC Merger Regulation.

MEC is a Japanese real-estate developer which is also engaged in property management. Mitsui is a Japanese trading house engaged in a number of world-wide commodity and other businesses. SDPSK is a Malaysia-based company mainly engaged in property development in Malaysia. SDPSK belongs to the SD-Property group, a multi-national group engaged in property related business.

The JV is established in Malaysia. Its sole purpose is to acquire and develop parcels of land measuring approximately 38 acres in Selangor, Malaysia (the **Property**). The JV will develop the Property as a built-to-suit logistics / industrial park. The Parties are also considering to expand the JV's business activities at a later stage to develop lands other than the Property as logistics/ industrial park. It is, however, not planned that the JV will expand its activities beyond Malaysia.

Currently, Mimi Development (which is a wholly owned subsidiary of Mitsui) and SDPSK (which is a wholly owned subsidiary of Sime Darby Property Berhad (**SDProperty**)) each hold 50% of the JV's shares and jointly control the JV. Post-transaction, MEC will hold 40% of Mimi Development and have joint control over this company, while Mimi Development will continue to hold 50% of the JV's shares and continue to have joint control over the JV. As a consequence, post-transaction, the JV will be jointly controlled by MEC, Mitsui, and SDPSK.