

## Samsung set to buy 3% stake in Sharp: report

March 5 2013

---



Models display Sharp's line of Galapagos tablet computers in Tokyo on November 29, 2010. South Korean electronics giant Samsung is set to buy a three-percent stake in struggling Japanese rival Sharp via a capital increase, a press report said Tuesday, a deal that would give Samsung greater access to smartphone and tablet computer screens.

South Korean electronics giant Samsung is set to buy a three-percent

stake in struggling Japanese rival Sharp via a capital increase, a press report said Tuesday, a deal that would give Samsung greater access to smartphone and tablet computer screens.

The Japanese economic newspaper [Nikkei](#) said in its online edition that Sharp would sell Samsung new shares worth around 10 billion yen (83 million euros, \$108 million), and use the funds it earned to bolster its bottom line.

An official announcement was expected on Wednesday, Nikkei said.

Sharp has suffered from stiff competition in the market for [liquid crystal](#) screens that has pushed prices lower, and would now provide such products made at its plant in Kameyama, central Japan, to Samsung on priority.

The plant currently ships many of its screens to Samsung's arch rival Apple, and the agreement should allow Samsung to avoid having to invest massively in new production capacity.

According to Nikkei, the two companies could explore cooperation in other areas as well.

Sharp expects to close its fiscal year with a net loss of 450 billion yen, and has been searching for industrial and financial partners.

In March 2012, Sharp signed an accord with the Taiwanese group Hon Hai, also known by its commercial name of [Foxconn](#), that would see the latter acquire a 9.9 percent stake in Sharp for 550 yen per share.

(c) 2013 AFP

Citation: Samsung set to buy 3% stake in Sharp: report (2013, March 5) retrieved 18 April 2024

from <https://phys.org/news/2013-03-samsung-stake-sharp.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.