

DAISHINKU CORP.

October 14, 2016

Notice Regarding Acquisition of Own Shares in Conjunction with Treatment of Fractional Shares Resulting from Share Consolidation

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that at the meeting of the board of directors held on October 14, 2016, the Company resolved regarding the treatment of fractional shares in accordance with the Companies Act, Article 235, Paragraph 2, and Article 234, Paragraphs 4 and 5. The details are as follows:

1. Overview of Acquisition

Pursuant to a resolution of the 53rd ordinary general meeting of shareholders held on June 29, 2016, the Company carried out a consolidation of shares (5 shares have been consolidated into 1 share), effective as of October 1, 2016.

Regarding the treatment of fractional shares resulting from this share consolidation, in accordance with the Companies Act, Article 235, Paragraph 2, and Article 234, Paragraphs 4 and 5, it was resolved at the meeting of the board of directors held on October 14, 2016 that the Company would purchase such fractional shares, which will be held as treasury shares, at today's closing price for the Company's common shares on the Tokyo Stock Exchange.

2. Details of Acquisition

- (1) Type of shares to be acquired: Common Shares of the Company
- (2) Total number of shares to be acquired: 332 shares
- (3) Total amount to be paid in exchange for the acquisition: 358,228 yen
- (4) Date of the resolution to acquire the fractional shares: October 14, 2016