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Securities Code: 6277

December 2, 2019

To Our Shareholders

1-9, Shodaitajika, Hirakatashi, Osaka

**HOSOKAWA MICRON  
CORPORATION**

Representative Director, Chairman &  
President, Chief Executive Officer  
Yoshio Hosokawa

**Notice of the 75th Annual General Meeting of Shareholders**

The Company would hereby like to request shareholders to attend the Company's 75th Annual General Meeting of Shareholders as described below.

**If you are unable to attend the meeting on the date, you may also exercise your voting rights in writing or via the Internet. We kindly request you to read the following Reference Document for the Annual General Meeting of Shareholders, exercise your voting rights in accordance with the "Guide on How to Exercise Your Voting Rights" on page 3, and return it no later than the end of business at 5 p.m. on Monday, December 16, 2019.**

Sincerely yours,

1. **Date:** 10 a.m., Tuesday, December 17, 2019
2. **Venue:** 1-9, Shodaitajika, Hirakatashi, Osaka  
HOSOKAWA MICRON CORPORATION Headquarters  
Building, 12th floor
3. **Purposes**
  - Items to be reported**
    1. The business report, the consolidated financial statements and the results of consolidated financial statement audits by the Accounting Auditor and the Board of Corporate Auditors for the 75th business period (October 1, 2018 to September 30, 2019)
    2. The non-consolidated financial statements for the 75th business period (October 1, 2018 to September 30, 2019)
  - Items to be resolved**
    - Item No. 1** Appropriation of Retained Earnings
    - Item No. 2** Election of Eight (8) Directors
    - Item No. 3** Election of Two (2) Corporate Auditors
    - Item No. 4** Election of One (1) Substitute Corporate Auditor

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- When you attend the meeting, we kindly request that you submit the enclosed voting form to the

receptionist at the venue. To conserve resources, please bring the Notice of the 75th Annual General Meeting of Shareholders.

- The following documents are listed on the Company's website (<https://www.hosokawamicron.co.jp>) in accordance with laws, regulations and the Articles of Incorporation, Article 15, and are not included in the Reference Document for the Annual General Meeting of Shareholders.
  - (1) Consolidated financial statements (Consolidated statement of changes in equity and notes to consolidated financial statements)
  - (2) Non-consolidated financial statements (Statement of changes in equity and notes to non-consolidated financial statements)
- Consolidated and non-consolidated financial statements audited by Accounting Auditors and Corporate Auditors are each documents listed in the Reference Document for the Annual General Meeting of Shareholders, consolidated statement of changes in equity, notes to consolidated financial statements, statement of changes in equity and notes to non-consolidated financial statements.
- If there are any revisions to the Reference Document for the Annual General Meeting of Shareholders, the business report, and/or the consolidated and the non-consolidated financial statements, such revisions will be listed on the Company's website. (<https://www.hosokawamicron.co.jp>)

## Guide on How to Exercise Your Voting Rights

Voting rights may be exercised in any of the three methods below.

Please review the Reference Document for the Annual General Meeting of Shareholders which is attached later, and exercise your rights.

### When you attend Annual General Meeting of Shareholders

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When you attend the meeting, we kindly request that you submit the enclosed voting form to the receptionist at the venue.

In addition, to conserve resources, please bring the Notice of the 75th Annual General Meeting of Shareholders.

Date

**Tuesday, December 17, 2019**      **10 a.m.**      (Reception starts at 8:30 a.m.)

### When you exercise your voting rights using the voting form

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Please indicate “for” or “against” on each agenda item on the voting form enclosed herewith, and post it without affixing a stamp.

When there is no indication of “for” or “against”, it will be considered as “for”.

Exercise  
period

**By Monday, December 16, 2019**      **5 p.m.**

### When you conduct online voting

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Access “Voting Right Exercise Website” via a smartphone, computer, etc., and indicate “for” or “against” on each agenda item following the guidance on screen.

Please access the Website (<https://www.web54.net>). Please note that the website is displayed in Japanese.

Exercise  
period

**By Monday, December 16, 2019**      **5 p.m.**

**Items for resolution and reference material**

**Item No. 1 Appropriation of Retained Earnings**

Keeping in mind that it should appropriately redistribute profits based on the earning status, the Company redistributes profits considering the need to reinforce corporate culture and ensure future development of the company. Based on this policy, we propose to pay 55 yen per share as the year-end dividend.

**Matters related to year-end dividend**

**1) Type of dividend assets**

It shall be cash.

**2) Matters related to the allocation of dividend property and total amount**

We propose to pay 55 yen per share of common stock as the year-end dividend.

The total amount of dividend in this case is 445,027,550 yen.

**3) Effective date of distribution of surplus**

December 18, 2019

## Item No. 2 Election of Eight (8) Directors

The term of all seven (7) Directors will expire at the conclusion of the Annual General Meeting of Shareholders. Moving forward, to reinforce its management system, the Company requests shareholders to add one more Director and elect a total of eight (8) Directors.

The candidates for Directors are as follows:

Candidate number	Name	Current position and responsibilities in the Company	Status of attendance at the Board of Directors
1	Yoshio Hosokawa Re-elected	Representative Director, Chairman & President, Chief Executive Officer	14/14 (100%)
2	Kohei Hosokawa Newly appointed	Vice President & Operating Officer, Business Management, in charge of Hosokawa Kaizen Team	--
3	Hitoshi Kihara Re-elected	Executive Director & Senior Executive Officer, Senior Executive Director, Corporate Planning & International Administration Div.	14/14 (100%)
4	Tetsuya Inoue Re-elected	Director & Managing Executive Officer, General Affairs & Finance Operations	14/14 (100%)
5	Masahiro Inoki Re-elected	Director & Managing Executive Officer, Division Director of Powder Technology Research Institute, General Manager of Hosokawa Kaizen Team	14/14 (100%)
6	Satoshi Akiyama Newly appointed Outside Director	--	--
7	Katsuhiko Takagi Re-elected Outside Director Independent Director	Director	14/14 (100%)
8	Tatsuo Fujioka Re-elected Outside Director Independent Director	Director	14/14 (100%)

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
1	Yoshio Hosokawa (Born April 10, 1951)  Re-elected	<p>April 1974      Joined the Company</p> <p>July 1983      Director, Deputy Manager of Tokyo Branch, Assistant Division Director of Tokyo Business Division, Manager of Sales Department</p> <p>December 1995      Representative Director and President</p> <p>December 2003      Standing Auditor (resigned in December 2004)</p> <p>February 2010      Advisor</p> <p>April 2010      Representative Director and President, Juno International Inc. (resigned in May 2011)</p> <p>December 2010      Director of the Company</p> <p>October 2014      Representative Director and President</p> <p>October 2015      Representative Director, President, Chief Executive Officer</p> <p>December 2017      Representative Director, Chairman &amp; President, Chief Executive Officer (present)</p> <p><b>Reasons for electing the candidate for Director</b></p> <p>With his abundant experience and broad knowledge as a manager, he has been contributing to the growth of the Company by understanding the business operations of the entire group. Since his inauguration as Representative Director and President in October 2014, he has been supervising overall management of the Company, and steadily executing the growth strategies stated in the mid-term management plan. His insight as a manager and broad view is essential for the Company to reinforce its global management and grow. The Company requests shareholders to re-elect him as Director for him to continuously serve as the chairperson of the Board of Directors and effectively strengthen the decision-making and supervision functions of the Board of Directors.</p>	209,708 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
2	Kohei Hosokawa (Born February 8, 1984)  Newly appointed	<p>April 2009      Joined the Company</p> <p>July 2009      Test Center, Technology Development Department, Sales Division, Osaka Headquarters</p> <p>October 2011    The Powder Technology Research Institute</p> <p>March 2014     Completed Doctor's Program of Material Science Course, Division of Materials and Manufacturing Science, Graduate School of Engineering, Osaka University</p> <p>October 2014    Stationed at Hosokawa Alpine Aktiengesellschaft (Germany)</p> <p>October 2017    Stationed at Hosokawa Micron International Inc., Vice President (U.S.A)</p> <p>October 2018    Operating Officer, Assistant Division Director of Powder Processing System Division, Senior General Manager of Technology</p> <p>October 2019    Vice President &amp; Operating Officer, Business Management, in charge of Hosokawa Kaizen Team (present)</p> <p><b>Reasons for electing the candidate for Director</b></p> <p>Through his experience in Research and Development and Technology Departments and group companies in Europe and the U.S., he has accumulated knowledge and skills on general management issues. In addition, he has a wide range of insight in powder technology. As a member of a founder's family, with a broad perspective and a strong ability to take action, he has been demonstrating leadership in the domains of research and development as well as technology development and business improvement in our Group. From the viewpoint of the sustainable growth of the Company and the improvement of mid- and long-term corporate value, the Company requests shareholders to newly elect him as Director for him to effectively strengthen the decision-making and supervision functions of the Board of Directors.</p>	8,305 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
3	<p data-bbox="320 703 491 786">Hitoshi Kihara (Born August 18, 1955)</p> <p data-bbox="352 824 459 853">Re-elected</p>	<p data-bbox="523 284 687 311">September 1980</p> <p data-bbox="523 318 687 344">September 1986</p> <p data-bbox="523 351 687 378">December 2003</p> <p data-bbox="523 385 687 412">October 2006</p> <p data-bbox="523 474 687 501">December 2010</p> <p data-bbox="523 564 687 591">October 2014</p> <p data-bbox="523 710 687 736">October 2017</p> <p data-bbox="523 833 687 860">October 2019</p> <p data-bbox="523 927 1007 954"><b>Reasons for electing the candidate for Director</b></p> <p data-bbox="523 960 1222 1254">Since he joined the Company, he has been engaged in overseas businesses. In December 2003, as Director, he started supervising overseas group companies mainly in Europe, and reinforcing the global management of the Company. Particularly after his appointment as a supervisor of overseas business, he has been demonstrating his ability in the area of overseas group management. From the viewpoint of further globalization of the Company, the development of overseas market strategies and the improvement of mid- and long-term corporate value, the Company requests shareholders to re-elect him as Director to effectively strengthen the decision-making and supervision functions of the Board of Directors.</p>	2,700 shares



Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
4	<p>Tetsuya Inoue (Born December 3, 1963)</p> <p>Re-elected</p>	<p>April 1986      Joined the Company</p> <p>April 2004      Operating Officer, Assistant Division Director of Finance &amp; Accounting Div.</p> <p>October 2010    Managing Executive Officer, Division Director of Finance &amp; Accounting Div.</p> <p>December 2011   Director &amp; Managing Executive Officer, Division Director of Finance &amp; Accounting Div.</p> <p>October 2014    Director &amp; Managing Executive Officer, General Affairs &amp; Finance Operations, Division Director of Finance &amp; Accounting Div.</p> <p>October 2017    Director &amp; Managing Executive Officer, General Affairs &amp; Finance Operations (present)</p> <p><b>Reasons for electing the candidate for Director</b></p> <p>He has been playing an active role mainly in the area of accounting and finance-related matters in administration departments of the Company and overseas group companies. He has acquired abundant experience. He has a wealth of experience and broad knowledge which enable him to decide the policies for the Company and subsidiaries and execute proper management. From the viewpoint of continuous growth of the Company and the improvement of mid- and long-term corporate value, the Company requests shareholders to re-elect him as Director to effectively strengthen the decision-making and supervision functions of the Board of Directors.</p>	4,500 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
5	<p>Masahiro Inoki (Born February 25, 1958)</p> <p>Re-elected</p>	<p>April 1983      Joined The Powder Technology Research Institute</p> <p>September 1986      Joined the Company</p> <p>October 2002      Supervisor, Hosokawa Powder Technology Research Institute</p> <p>October 2008      Senior General Manager, Technology Development Department, Sales Division, Osaka Headquarters</p> <p>October 2011      Operating Officer, Division Director of Powder Technology Research Institute</p> <p>December 2017      Director &amp; Managing Executive Officer, Division Director of Powder Technology Research Institute</p> <p>October 2019      Director &amp; Managing Executive Officer, Division Director of Powder Technology Research Institute, General Manager of Hosokawa Kaizen Team (present)</p> <p><b>Reasons for electing the candidate for Director</b></p> <p>As the Director of The Powder Technology Research Institute, he has abundant experience and knowledge in the area of research and development of new products and technologies. In addition, as Chairperson of the International R&amp;D Conference, he has been promoting technological development of the entire group. From the viewpoint of continuous growth in the domain of technological development of the Company and the improvement of mid- and long-term corporate value, the Company requests shareholders to re-elect him as Director to effectively strengthen the decision-making and supervision functions of the Board of Directors.</p>	400 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company		Number of shares owned in the Company
6	<p>Satoshi Akiyama (Born August 18, 1963)</p> <p>Newly appointed Outside Director</p>	<p>April 1988</p> <p>June 2015</p> <p>June 2017</p> <p>June 2018</p>	<p>Joined Nisshin Seifun Co., Ltd. (current headquarters of Nisshin Seifun Group Inc.)</p> <p>Director, General Manager of No. 2 Plant, Nisshin Engineering Inc.</p> <p>Director, General Manager of Corporate Planning Department and General Manager of Purchasing Department, Nisshin Engineering Inc.</p> <p>Director, General Manager of Corporate Planning Department, Nisshin Engineering Inc. (present)</p> <p><b>Important positions held at another company</b> Director, General Manager of Corporate Planning Department, Nisshin Engineering Inc.</p> <p><b>Reasons for electing the candidate for Outside Director</b> He has a wealth of experience and broad knowledge. The Company requests shareholders to elect him as Outside Director for him to play an active role in determining critical management matters of the Company and supervising the execution of duties.</p>	0 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
7	Katsuhiko Takagi (Born January 14, 1943)  Re-elected Outside Director Independent Director	<p>April 1965      Joined Daikin Industries, Ltd.</p> <p>October 1988    General Manager of Sales Planning Department, International Sales Division, Daikin Industries, Ltd.</p> <p>May 1993        Deputy Division Manager of International Sales Division, General Manager of Sales Planning Department, General Manager of Sales Department, Daikin Industries, Ltd.</p> <p>June 1996        Director &amp; General Manager of Global Operations Division, Daikin Industries, Ltd.</p> <p>June 1999        Managing Director &amp; General Manager of Global Operations Division, Daikin Industries, Ltd.</p> <p>June 2001        Senior Managing Director &amp; General Manager of Global Operations Division, Daikin Industries, Ltd.</p> <p>June 2002        Senior Managing Director in charge of Global Air-Conditioning Strategy, Chairman of DT Affiliation Committee</p> <p>June 2004        Director, Vice President, Executive Officer in charge of Global Air-Conditioning and Low Temperature Business, Daikin Industries, Ltd.</p> <p>June 2007        Director, Daikin Industries, Ltd., Member of the Board Chairman &amp; CEO, OYL Group</p> <p>June 2008        Senior Executive Officer, Daikin Industries, Ltd., Chairman &amp; CEO, OYL Group</p> <p>June 2011        Executive Advisor, Daikin Industries, Ltd., Chairman &amp; CEO, O.Y.L Group, Chairman &amp; CEO, O.Y.L. Manufacturing, Chairman &amp; President, McQuay International Group, Executive advisor, McQuay US (current: Daikin Applied Americas)</p> <p>July 2015        Advisor, Daikin Industries, Ltd., Executive Advisor, Daikin Applied Americas</p> <p>December 2015   Director of the Company (present)</p> <p>July 2018        Executive Advisor, Applied Solution Business Division, Daikin Industries, Ltd., Executive Advisor, Daikin Applied Americas</p> <p>July 2019        Executive Advisor, Applied Solution Business Division, Daikin Industries, Ltd. (present)</p> <p><b>Important positions held at another company</b> Executive Advisor, Applied Solution Division, Daikin Industries, Ltd.</p> <p><b>Reasons for electing the candidate for Outside Director</b> He has a wealth of experience, etc. related to the promotion of businesses overseas. The Company requests shareholders to re-elect him as Outside Director not only so he can reinforce the monitoring and supervision functions, but also for him to utilize his insight and knowledge, etc. for the general management of the Company.</p>	4,400 shares

Candidate number	Name (Date of birth)	Background, current position and responsibilities in the Company	Number of shares owned in the Company
8	Tatsuo Fujioka (Born January 25, 1952)  Re-elected Outside Director Independent Director	<p>April 1975      Joined The Hyakujushi Bank, Ltd.</p> <p>February 2000      Manager, Kuko-guchi Branch, The Hyakujushi Bank, Ltd.</p> <p>January 2002      Manager, Kujo Branch, The Hyakujushi Bank, Ltd.</p> <p>July 2005      Manager, Kobe Branch, The Hyakujushi Bank, Ltd.</p> <p>January 2008      Manager, Imabari Branch, The Hyakujushi Bank, Ltd.</p> <p>July 2008      Assistant Manager, Sales Management Department, The Hyakujushi Bank, Ltd. (resigned from the bank in March 2010)</p> <p>December 2009      Standing Auditor, Chuo Tatemono Co., Ltd. (dispatched from The Hyakujushi Bank, Ltd.)</p> <p>June 2015      Deputy Manager, Administration Department, Chuo Tatemono Co., Ltd. (resigned from Chuo Tatemono Co., Ltd. in January 2016)</p> <p>December 2015      Director of the Company (present)</p> <p><b>Reasons for electing the candidate for Outside Director</b> He has abundant experience and broad knowledge in financial matters. For him to utilize these and give advice and proposals for the management of the Company, the Company requests shareholders to re-elect him as Outside Director.</p>	400 shares

Notes:

1. Mr. Satoshi Akiyama, Mr. Katsuhiko Takagi and Mr. Tatsuo Fujioka are candidates for Outside Directors.
2. The Company has concluded an agreement with Mr. Katsuhiko Takagi and Mr. Tatsuo Fujioka to limit their liability pursuant to the provisions of Article 423, Paragraph 1 of the Companies Act, in accordance with Article 427, Paragraph 1 of the said law. The amount of liability under the agreement shall be limited to the minimum amount provided for by laws and regulations. The Company will continue the above liability limitation agreement in the event that Mr. Takagi and Mr. Fujioka are re-elected. If the election of Mr. Satoshi Akiyama is approved, the Company will conclude a similar liability limitation agreement with him.
3. Mr. Satoshi Akiyama is a person who executes business at Nisshin Engineering Inc., which has a special relationship with the Company.
4. The Company is scheduled to appoint Mr. Katsuhiko Takagi and Mr. Tatsuo Fujioka as independent directors as set forth by the Tokyo Stock Exchange, Inc. and provide a notice to that effect.
5. Mr. Takagi and Mr. Fujioka will have been in office as Outside Director of the Company for four (4) years at the conclusion of the Annual General Meeting of Shareholders.
6. Mr. Kohei Hosokawa is the eldest son of Yoshio Hosokawa, Representative Director, Chairman & President, Chief Executive Officer.
7. There are no special relationships between each candidate and the Company.

### Item No. 3 Election of Two (2) Corporate Auditors

The term of Mr. Hiroshi Kokubu and Mr. Kozo Arao as Corporate Auditors will expire at the conclusion of the Annual General Meeting of Shareholders. Moving forward, the Company requests shareholders to elect two (2) Corporate Auditors.

This proposal has the prior consent of the Board of Corporate Auditors.

The candidates for Corporate Auditors are as follows:

Candidate number	Name (Date of birth)	Background, current position in the Company	Number of shares owned in the Company
1	Hiroshi Kokubu (Born September 7, 1966)  Re-elected Outside Auditor Independent Director	<p>October 1989      Joined Asahi Kansa Hojin (current KPMG AZSA LLC) (resigned in July 1997)</p> <p>February 1993    Registered as a certified public accountant</p> <p>July 1997          Joined Sakae Audit Corporation</p> <p>July 2003          Representative Partner, Sakae Audit Corporation (present)</p> <p>December 2010    Director of the Company (present)</p> <p>February 2011    Auditor, Osaka International House Foundation (currently a non-profit incorporated foundation) (present)</p> <p>March 2011        Auditor, Housen Cultural Foundation (currently a non-profit incorporated foundation) (present)</p> <p>April 2011        Auditor, Hosokawa Power Technology Foundation (currently a non-profit incorporated foundation) (present)</p> <p>April 2011        Advisor, Osaka Dental Federation (present )</p> <p>October 2019      Trustee, Tatsumi Gakuen (incorporated educational institution) (present)</p> <p><b>Important positions held at another company</b> Representative Partner, Sakae Audit Corporation Auditor, Hosokawa Power Technology Foundation</p> <p><b>Reasons for electing the candidate for Outside Auditor</b> He has abundant experience and specialized knowledge about corporate accounting as a certified public accountant. The Company expects he will be able to reflect his insight in the audit of the Company. Mr. Hiroshi Kokubu has been never directly engaged in company management. However, due to the reasons above, the Company has assessed that he is fully capable of performing the duties of Outside Auditor.</p>	400 shares

Candidate number	Name (Date of birth)	Background, current position in the Company	Number of shares owned in the Company	
2	Kozo Arao (Born January 20, 1946)	July 1971	Registered with Osaka Bar Association as a lawyer	200 shares
		July 1971	Joined Nakasuji Yoshikazu Law Office (current Nakanoshima Chuo Law Office)	
		April 1979	Partner Lawyer, Nakasuji, Masuda and Arao Law Office (current Nakanoshima Chuo Law Office) (present)	
		April 1996	Vice Chairman, Osaka Bar Association as a lawyer (resigned in March 1997)	
		June 2010	Outside Auditor, Nankai Electric Railway Co., Ltd. (present)	
		February 2011	Outside Auditor, The Japan Wool Textile Co., Ltd.	
	Re-elected Outside Auditor Independent Director	June 2011	Outside Auditor, Nippon Shokubai Co., Ltd.	
		February 2015	Outside Director, The Japan Wool Textile Co., Ltd. (present)	
		December 2015	Director of the Company (present)	
		June 2016	Outside Director, Nippon Shokubai Co., Ltd. (present)	
		<b>Important positions held at another company</b> Partner Lawyer, Nakanoshima Chuo Law Office Outside Auditor, Nankai Electric Railway Co., Ltd. Outside Director, The Japan Wool Textile Co., Ltd. Outside Director, Nippon Shokubai Co., Ltd.		
		<b>Reasons for electing the candidate for Outside Auditor</b> The Company expects he will be able to utilize his expertise and experience acquired as a lawyer for auditing the Company. Mr. Kozo Arao has been never directly engaged in company management. However, due to the reasons above, the Company has assessed that he is fully capable of performing the duties of Outside Auditor.		

Notes:

1. Mr. Hiroshi Kokubu and Mr. Kozo Arao are candidates for Outside Auditors.
2. Mr. Hiroshi Kokubu will have been in office as Outside Auditor of the Company for nine (9) years at the conclusion of the Annual General Meeting of Shareholders. Mr. Kozo Arao will have been in office as Outside Auditor of the Company for four (4) years at the conclusion of the Annual General Meeting of Shareholders.
3. The Company has concluded an agreement with Mr. Hiroshi Kokubu and Mr. Kozo Arao to limit their liability pursuant to the provisions of Article 423, Paragraph 1 of the Companies Act, in accordance with Article 427, Paragraph 1 of the said law. The amount of liability under the agreement shall be limited to the minimum amount provided for by laws and regulations. The Company will continue the above liability limitation agreement in the event that Mr. Kokubu and Mr. Arao are re-elected.
4. The Company is scheduled to appoint Mr. Hiroshi Kokubu and Mr. Kozo Arao as independent directors as set forth by Tokyo Stock Exchange, Inc. and provide a notice to that effect.
5. There are no special relationships between each candidate and the Company.

#### Item No. 4 Election of One (1) Substitute Corporate Auditor

In accordance with laws and regulations, to prepare for the case of an insufficient number of Auditors, the Company requests shareholders to elect one (1) Substitute Corporate Auditor in advance.

The candidate, Mr. Yoshimitsu Katsui, will be elected as a substitute for Mr. Hiroshi Kokubu and Mr. Kozo Arao, who are Outside Auditors, if Item No. 3 passes without amendment.

By a resolution of the Board of Directors, the election may be cancelled before inauguration with the consent of the Board of Auditors.

This proposal has the prior consent of the Board of Corporate Auditors.

The candidates for Substitute Corporate Auditors are as follows:

Name (Date of birth)	Background, current position in the Company	Number of shares owned in the Company
Yoshimitsu Katsui (Born November 14, 1969)  Outside Auditor Independent Director	April 1995 Registered with Osaka Bar Association as a lawyer April 1995 Joined Nakanoshima Chuo Law Office January 2002 Partner Lawyer, Nakanoshima Chuo Law Office (present)  <b>Important positions held at another company</b> Partner Lawyer, Nakanoshima Chuo Law Office  <b>Reasons for electing the candidate for Outside Auditor</b> The Company expects he will be able to utilize his expertise and experience acquired as a lawyer for auditing the Company. Mr. Yoshimitsu Katsui has been never directly engaged in company management. However, due to the reasons above, the Company has assessed that he is fully capable of performing the duties of Outside Auditor.	0 shares

Notes:

1. Mr. Yoshimitsu Katsui is the candidate for Substitute Outside Auditor.
2. The Company is scheduled to conclude an agreement with Mr. Yoshimitsu Katsui to limit his liability pursuant to the provisions of Article 423, Paragraph 1 of the Companies Act, in accordance with Article 427, Paragraph 1 of the said law. The amount of liability under the agreement shall be limited to the minimum amount provided for by laws and regulations.
3. Mr. Yoshimitsu Katsui satisfies the requirements for being an independent director as set forth by Tokyo Stock Exchange, Inc.
4. There are no special relationships between the candidate and the Company.



(Reference)

**Criteria for Independence of Independent Outside Directors and Independent Outside Auditor**

The Company deems an Outside Director and Outside Auditor (hereinafter “Outside Officer”) or a candidate for the Outside Officer to have sufficient independence from the Company in the event that the person does not fall under any of the following categories, as determined in the Company’s research to the practically possible and reasonable extent.

1. A person who executes business for the Company or an affiliate company of the Company (hereinafter collectively “the Group Company”)  
However, a person who did not execute business at the Company for ten years prior to the inauguration is excluded.  
For the purpose of the criteria, “a person who executes business” means an executive director, executive officer, operating officer, manager and other employees.
2. A party which has transactions principally with the Group Company or a person who executes business for the party  
“A party which has transactions principally with the Group Company” means a party which received payment which is 2% or more than the consolidated Annual sales of the party, from the Group Company in the most recent fiscal year or any of three precedent fiscal years.
3. A Group Company’s major customer or a person who executes business for the party  
“A Group Company’s major customer” means a party which provides payment which is 2% or more than the consolidated Annual sales of the Company, to the Group Company in the most recent fiscal year or any of three precedent fiscal years.
4. A major shareholder of the Company or a person who executes business for a major shareholder  
“A major shareholder of the Company” means a person who directly or indirectly holds 10% or more of the total voting rights of the Company.
5. A party in which 10% or more of the total voting rights is directly or indirectly held by the Group Company
6. A consultant, accountant or lawyer who receives a large amount of cash or other financial assets besides officer remuneration from the Group Company (when a party is an organization such as a company and a union, a person who belongs to the party)  
“A large amount of cash or other financial assets” means cash or other financial profit which has been on average 10 million yen or more a year in the past three years.
7. A person who executes business for a major creditor of the Group Company  
“A major creditor” means a party that financed an amount which is 2% or more of the Group Company’s consolidated total asset in the most recent fiscal year.
8. A person who executes business for the Company that accept a director or an auditor from the Group Company.
9. A spouse or any family member within the second degree of a person who falls under 1 to 8 of the above or any family member living in the same domicile as such person