

July 11, 2016

**Attention:** All concerned parties

## Toyo Tanso Co., Ltd.

5-7-12 Takeshima, Nishiyodogawa-ku, Osaka 555-0011, Japan  
(Stock Exchange Code: 5310; 1st Section, Tokyo Stock Exchange)

### **Notice regarding Posting of Extraordinary Income (Subsidy Income)**

Toyo Tanso Co., Ltd. has posted an extraordinary income (subsidy income) for the first half of the fiscal year ending December 31, 2016, as described below.

#### **Particulars**

##### 1. Posting of extraordinary income

(1) Based on the decision by Kagawa Prefecture to grant a subsidy to the Company's Takuma Division in line with Article 5, Clause 1 of the Ordinance to Promote the Establishment of Enterprises in Kagawa Prefecture on June 2, 2016, the Takuma Division accepted the subsidy on July 8, 2016. Accordingly, 500 million yen in subsidy income was posted as extraordinary income for the first half of the fiscal year ending December 31, 2016.

(2) Jiaxiang Toyo Tanso Co., Ltd., a consolidated subsidiary of the Company, had to withdraw from some of its land and remove some buildings for reasons related to the Chinese government's land policy. Jiaxiang Toyo Tanso received compensation from the local government, and accordingly 213 million yen in subsidy income was posted as extraordinary income for the first half of the fiscal year ending December 31, 2016.

##### 2. Outlook

The Company is currently examining the impact that the aforementioned extraordinary income may have on earnings in the first half of the fiscal year ending December 31, 2016, as well as full-year earnings forecasts. The Company will promptly provide notice in the event of any revisions.

Please direct inquiries regarding the current situation to:

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