

December 20, 2017

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)

Notification of liquidation of non-consolidated subsidiary

At a Board of Directors meeting held on December 20, 2017, the Company decided to liquidate its non-consolidated subsidiary TOYO TANSO GRAPHITE AND CARBON PRODUCTS INDUSTRY AND COMMERCIAL A.S. as part of the reforms to business structures announced on February 12, 2016. The details are provided below.

Particulars

1. Reasons for liquidation

The Company established TOYO TANSO GRAPHITE AND CARBON PRODUCTS INDUSTRY AND COMMERCIAL A.S. in Turkey as its processing and manufacturing base in Europe and pursued marketing activities with the aim of establishing a business foundation. However, in light of market trends, the business environment, and political conditions, as well as conservative estimates of the future profitability of this non-consolidated subsidiary, the Company determined that its contribution to revenue would be low and has accordingly decided to liquidate the company.

2. Overview of subsidiary

(1) Name	TOYO TANSO GRAPHITE AND CARBON PRODUCTS INDUSTRY AND COMMERCIAL A.S.	
(2) Location	Istanbul, Republic of Turkey	
(3) Name and position of representative	Shinsuke Uda, Representative of Toyo Tanso Co., Ltd. (legal entity member of the Board of Directors)	
(4) Business	Processing and sale of special carbon products	
(5) Capital	3,065,000 Turkish Lira	
(6) Date of establishment	April 2013	
(7) Major shareholders and shareholding ratio	TOYO TANSO EUROPE S.P.A. (wholly-owned subsidiary of Toyo Tanso Co., Ltd.) 100%	
(8) Relationship between listed company and subsidiary	Capital relationship	100% equity stake through TOYO TANSO EUROPE S.P.A., a wholly-owned subsidiary of Toyo Tanso Co., Ltd.
	Personal relationship	One Company employee represents Toyo Tanso Co., Ltd., the legal entity member of the Board of Directors.
	Business relationship	Toyo Tanso Co., Ltd. provides materials.
	Relevant conditions with related parties	Not applicable

3. Schedule for liquidation

The liquidation will be concluded upon completion of the necessary procedures as required by local laws.

4. Outlook

The liquidation of this non-consolidated subsidiary is expected to have a minor impact on consolidated earnings for the fiscal year ending December 31, 2017.

Please direct inquiries regarding the current situation to:

Toyo Tanso Co., Ltd. Publicity & Investor Relations E-mail: info@toyotanso.co.jp
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