

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Securities Code: 3107

June 7, 2017

To our shareholders:

Yoshihiro Nogami  
Representative Director, President  
**Daiwabo Holdings Co., Ltd.**  
6-8, Kyutaromachi 3-chome, Chuo-ku, Osaka

## NOTICE OF THE 107TH ANNUAL GENERAL MEETING OF SHAREHOLDERS

You are cordially invited to attend the 107th Annual General Meeting of Shareholders of Daiwabo Holdings Co., Ltd. (the “Company”), which will be held as described below.

If you are unable to attend the meeting in person, you may exercise your voting rights by postal mail or the Internet. Please indicate your approval or disapproval of the proposals on the enclosed voting form after reviewing the attached Reference Documents for the Annual General Meeting of Shareholders, and return it by postal mail or visit the following website (<http://www.evotep.jp/>) to enter your vote no later than 5:30 p.m., Wednesday, June 28, 2017 (Japan Standard Time).

- 1. Date and Time:** Thursday, June 29, 2017 at 10:00 a.m. (Japan Standard Time)
- 2. Venue:** Muto Memorial Hall, 12F, Kokuminkaikan-Sumitomo Seimei Building  
1-2, Otemae-2chome, Chuo-ku, Osaka

### 3. Purposes:

#### Items to be reported:

1. Business Report, Consolidated Financial Statements, and Non-Consolidated Financial Statements for the 106th Term (from April 1, 2016 to March 31, 2017)
2. Results of audit of the Consolidated Financial Statements for the 106th Term by the Accounting Auditor and the Audit & Supervisory Board

#### Items to be resolved:

- Proposal 1:** Appropriation of Surplus  
**Proposal 2:** Consolidation of Shares  
**Proposal 3:** Partial Amendments to the Articles of Incorporation  
**Proposal 4:** Election of Nine (9) Directors  
**Proposal 5:** Election of Two (2) Audit & Supervisory Board Members

### 4. Other Matters Regarding the Convocation of the Meeting

- (1) If a voting right is exercised both in writing and via the Internet, the vote exercised via the Internet shall be deemed effective.
- (2) If a voting right is exercised multiple times via the Internet, the last vote shall be deemed effective.

## Reference Documents for the Annual General Meeting of Shareholders

### Proposals and References

#### Proposal 1: Appropriation of Surplus

As our important task for the management is distribution of profits, our basic policy is to distribute profits to our shareholders continuously and stably while maintaining a necessary internal reserve based on performance.

With regard to the appropriation of surplus for the current term, in consideration of performance during the current term and also of the fact that the current term marks the 75th anniversary of the founding of the Company, we propose to pay a commemorative dividend in addition to an ordinary dividend, as follows.

Matters related to year-end dividends

- (1) Allocation of dividend property and total amount thereof  
10 yen per common share of the Company (an ordinary dividend of 9 yen and a commemorative dividend of 1 yen for the 75th anniversary of the founding of the Company)  
Total amount of dividends: 1,923,214,760 yen
- (2) Effective date of distribution of dividends of surplus  
June 30, 2017

**Proposal 2:** Consolidation of Shares

1. Reasons for consolidation of shares

Having announced the “Action Plan for Consolidating Trading Units,” Japanese stock exchanges are aiming to standardize trading units (the number of shares constituting one unit of shares) of the common shares of domestic listed companies on Japanese stock exchanges at 100 shares by October 1, 2018. The Company, being listed on the Tokyo Stock Exchange, intends to respect the spirit of this initiative, and thus proposes a consolidation of shares in order to maintain the investment unit to the range considered desirable by the stock exchanges (from a minimum of 50,000 yen to less than 500,000 yen), along with a change in the number of shares constituting one unit of shares of the Company’s stock from 1,000 shares to 100 shares.

2. Details of consolidation of shares

(1) Class of shares to be consolidated and consolidation ratio

The Company proposes to consolidate 10 shares into 1 share for common shares.

If fractions of less than 1 share arise as a result of the consolidation of shares, the Company shall dispose of such fractions all together in accordance with the provisions of the Companies Act, and shall distribute the proceeds of the disposal to the shareholders for which fractions arose, in proportion to the incidence of those fractions.

(2) Effective date of the consolidation of shares

October 1, 2017

(3) Total number of shares authorized to be issued on the effective date

40,000,000 shares

In accordance with the ratio of consolidation of shares, the current 400 million shares will be reduced to 40 million shares.

3. Others

The consolidation of shares in this proposal will be executed provided Proposal 3 “Partial Amendments to the Articles of Incorporation” is approved.

Also, the Company requests that other necessary matters related to the procedure be left to the discretion of the Board of Directors.

**Proposal 3:** Partial Amendments to the Articles of Incorporation

1. Reasons for the proposal

(1) In addition to amending Article 6 of the current Articles of Incorporation in order to reduce the total number of authorized shares in accordance with the ratio of consolidation of shares, this also amends Article 8 of the current Articles of Incorporation to reduce the number of shares constituting one unit of shares from 1,000 to 100, provided Proposal 2 “Consolidation of Shares” is approved.

Furthermore, supplementary provisions shall be established to the effect that this amendment comes into force on the effective date of the consolidation of shares, namely October 1, 2017, and that after the effective date is past, these supplementary provisions shall be deleted.

(2) Following the “Act for Partial Amendment of the Companies Act” (Act No. 90 of 2014) came into effect on May 1, 2015, by which limited liability agreements between the Company and Directors who are not executive directors, etc. and the Company and Audit & Supervisory Board Members who are not Outside Audit & Supervisory Board Members were newly recognized, the Company proposes to amend Article 24 and Article 30 of the current Articles of Incorporation in order that such Directors and Audit & Supervisory Board Members are able to perform in their expected roles to the best of their abilities.

In addition, the agreement of each Audit & Supervisory Board Member has been obtained for the amendment of Article 24 of the current Articles of Incorporation.

2. Details of the amendments

Details of the amendments are as follows.

(Amended portions are underlined)

Current Articles of Incorporation	Proposed amendments
<p style="text-align: center;">Chapter 2 Shares</p> <p>(Total Number of Shares Authorized to Be Issued) Article 6 The total number of shares authorized to be issued by the Company shall be <u>400,000,000</u> shares.</p>	<p style="text-align: center;">Chapter 2 Shares</p> <p>(Total Number of Shares Authorized to Be Issued) Article 6 The total number of shares authorized to be issued by the Company shall be <u>40,000,000</u> shares.</p>
<p>(Number of Shares Constituting One Unit of Shares) Article 8 The number of shares constituting one unit of shares of the Company shall be <u>1,000</u> shares.</p>	<p>(Number of Shares Constituting One Unit of Shares) Article 8 The number of shares constituting one unit of shares of the Company shall be <u>100</u> shares.</p>
<p style="text-align: center;">Chapter 4 Directors and Board of Directors</p> <p>Article 24 (Limiting Liability of <u>Outside Directors</u>) Pursuant to the provisions of Article 427, paragraph 1 of the Companies Act, the Company may conclude an agreement with <u>an Outside Director</u> limiting their liability for damages under Article 423, paragraph 1 of said Act. However, the maximum amount of liability under such an agreement shall be limited to the amount provided for in laws and regulations.</p>	<p style="text-align: center;">Chapter 4 Directors and Board of Directors</p> <p>Article 24 (Limiting Liability of <u>Directors</u>) Pursuant to the provisions of Article 427, paragraph 1 of the Companies Act, the Company may conclude an agreement with <u>a Director (excluding executive directors, etc.)</u> limiting their liability for damages under Article 423, paragraph 1 of said Act. However, the maximum amount of liability under such an agreement shall be limited to the amount provided for in laws and regulations.</p>

Current Articles of Incorporation	Proposed amendments
<p style="text-align: center;">Chapter 5</p> <p style="text-align: center;">Audit &amp; Supervisory Board Members and Audit &amp; Supervisory Board</p> <p>Article 30 (Limiting Liability of <u>Outside Audit &amp; Supervisory Board Members</u>)</p> <p>Pursuant to the provisions of Article 427, paragraph 1 of the Companies Act, the Company may conclude an agreement with an <u>Outside Audit &amp; Supervisory Board Member</u> limiting their liability for damages under Article 423, paragraph 1 of said Act. However, the maximum amount of liability under such an agreement shall be limited to the amount provided for in laws and regulations.</p> <p style="text-align: center;">(Newly established)</p>	<p style="text-align: center;">Chapter 5</p> <p style="text-align: center;">Audit &amp; Supervisory Board Members and Audit &amp; Supervisory Board</p> <p>Article 30 (Limiting Liability of <u>Audit &amp; Supervisory Board Members</u>)</p> <p>Pursuant to the provisions of Article 427, paragraph 1 of the Companies Act, the Company may conclude an agreement with an <u>Audit &amp; Supervisory Board Member</u> limiting their liability for damages under Article 423, paragraph 1 of said Act. However, the maximum amount of liability under such an agreement shall be limited to the amount provided for in laws and regulations.</p> <p style="text-align: center;"><u>Supplementary Provision</u></p> <p><u>The amendments to Article 6 and Article 8 shall come into force on October 1, 2017.</u></p> <p><u>This supplementary provision shall be deleted upon effectuation of the amendments.</u></p>

**Proposal 4:** Election of Nine (9) Directors

The terms of office of all nine (9) current Directors will expire at the close of this Annual General Meeting of Shareholders. The Company proposes that nine (9) Directors be elected.

The candidates for Directors are as follows:

No.	Name (Date of birth)	Career summary, position and responsibilities (significant concurrent positions outside the Company)	Number of the Company's shares held
1	Masaaki Sakaguchi (October 3, 1947)	<p>Apr. 1971      Joined the Company</p> <p>June 2000      Director of the Company</p> <p>June 2003      Managing Director of the Company</p> <p>June 2007      Director Executive Managing Officer of the Company</p> <p>June 2010      Representative Director, President Chief Executive Managing Officer of the Company</p> <p>June 2015      Representative Director, Chairman of the Company (present position)</p> <p>[Significant concurrent positions outside the Company] Audit &amp; Supervisory Board Member, DAIWABO INFORMATION SYSTEM CO., LTD. Audit &amp; Supervisory Board Member, O-M Ltd.</p>	146,000 shares
<p>(The reason for nominating as a candidate for Director)</p> <p>Masaaki Sakaguchi has extensive work experience through being involved mainly in Fiber Business since he joined the Company and has knowledge of business in general, global business management, administration and operation work as he has served as Representative Director, President of the Company since 2010 and Representative Director, Chairman of the Company since 2015. Therefore, the Company is re-nominating him as a candidate for Director.</p>			
2	Yoshihiro Nogami (December 25, 1949)	<p>Apr. 1973      Joined the Company</p> <p>Jan. 2006      Joined DAIWABO INFORMATION SYSTEM CO., LTD.</p> <p>June 2006      Director of DAIWABO INFORMATION SYSTEM CO., LTD.</p> <p>Jan. 2008      Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD.</p> <p>Apr. 2009      President and CEO of DAIWABO INFORMATION SYSTEM CO., LTD. (present position)</p> <p>Executive Managing Officer of the Company</p> <p>June 2009      Director Executive Managing Officer of the Company</p> <p>June 2011      Director Senior Executive Managing Officer of the Company</p> <p>June 2015      Representative Director, President Chief Executive Managing Officer of the Company (present position)</p> <p>[Significant concurrent positions outside the Company] President and CEO, DAIWABO INFORMATION SYSTEM CO., LTD.</p>	89,000 shares
<p>(The reason for nominating as a candidate for Director)</p> <p>Yoshihiro Nogami has extensive work experience through being involved mainly in Fiber Business since he joined the Company, and since 2006, in IT Infrastructure Distribution Business, etc. He has knowledge of business in general, global business management, administration and operation work as he has been involved in corporate management as President and CEO of DAIWABO INFORMATION SYSTEM CO., LTD. since 2009 and as Representative Director, President Chief Executive Managing Officer of the Company since 2015. Therefore, the Company is re-nominating him as a candidate for Director.</p>			

No.	Name (Date of birth)	Career summary, position and responsibilities (significant concurrent positions outside the Company)	Number of the Company's shares held
3	Koichi Kita (November 3, 1948)	<p>Apr. 1972    Joined the Company</p> <p>June 2003    Director of the Company</p> <p>June 2007    Director Executive Managing Officer of the Company</p> <p>June 2010    Representative Director Senior Executive Managing Officer of the Company Appointed as Representative of Audit Room of the Company (present position)</p> <p>June 2011    Appointed as Representative of Intellectual Property Department of the Company (present position)</p> <p>Aug. 2012    Appointed as Representative of Secretarial Department of the Company (present position)</p> <p>June 2016    Representative Director, Vice President Executive Managing Officer of the Company (present position)</p> <p>Apr. 2017    Appointed as Representative of Tokyo Office of the Company (present position)</p> <p>[Significant concurrent positions outside the Company] Director, DAIWABO INFORMATION SYSTEM CO., LTD. President, Daiwabo Co., Ltd.</p>	114,000 shares
<p>(The reason for nominating as a candidate for Director)</p> <p>Koichi Kita has extensive work experience through being involved mainly in Corporate Planning work since he joined the Company and has full knowledge of business management, planning and control work, as he has served as Representative Director Senior Executive Managing Officer of the Company and President of Daiwabo Co., Ltd., which controls Fiber Business, since 2010, in addition to which he has served as Representative Director, Vice President Executive Managing Officer of the Company since 2016. Therefore, the Company is re-nominating him as a candidate for Director.</p>			

No.	Name (Date of birth)	Career summary, position and responsibilities (significant concurrent positions outside the Company)	Number of the Company's shares held
4	Tatsuya Yasunaga (May 21, 1957)	Mar. 1989    Joined DAIWABO INFORMATION SYSTEM CO., LTD. June 2002    Director of DAIWABO INFORMATION SYSTEM CO., LTD. June 2005    Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD. June 2007    Senior Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD. (present position) Apr. 2009    Executive Managing Officer of the Company June 2009    Director Executive Managing Officer of the Company June 2015    Appointed as General Manager of IT Infrastructure Distribution Business of the Company (present position) June 2016    Director Senior Executive Managing Officer of the Company (present position) [Significant concurrent positions outside the Company] Senior Managing Director, DAIWABO INFORMATION SYSTEM CO., LTD.	59,000 shares
(The reason for nominating as a candidate for Director) Tatsuya Yasunaga has extensive work experience through being involved mainly in IT Infrastructure Distribution Business since he joined the Company, and is able to apply his experience and knowledge gained while he has served as Senior Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD. since 2007 and General Manager of IT Infrastructure Distribution Business of the Company since 2015, to execute the business. Therefore, the Company is re-nominating him as a candidate for Director.			
5	Hideki Monzen (July 16, 1951)	Apr. 1974    Joined the Company June 2003    Director of the Company June 2007    Executive Managing Officer of the Company June 2010    Director Executive Managing Officer of the Company June 2011    Appointed as General Manager of Fiber Business of the Company (present position) June 2016    Director Senior Executive Managing Officer of the Company (present position) [Significant concurrent positions outside the Company] Senior Managing Director, Daiwabo Co., Ltd. President, Daiwabo Polytec Co, Ltd.	64,000 shares
(The reason for nominating as a candidate for Director) Hideki Monzen has extensive work experience through being involved mainly in Fiber Business since he joined the Company and is able to apply his experience and knowledge gained while he has been involved in corporate management as President of a fiber business company in the group and served as General Manager of Fiber Business of the Company since 2011, to execute the business. Therefore, the Company is re-nominating him as a candidate for Director.			

No.	Name (Date of birth)	Career summary, position and responsibilities (significant concurrent positions outside the Company)	Number of the Company's shares held
6	Yuji Sawaki (March 11, 1959)	Apr. 1981      Joined O-M Ltd. June 2010      Director of O-M Ltd. June 2011      Managing Officer of the Company June 2012      Director Executive Managing Officer of the Company Director Executive Managing Officer, O-M Ltd. June 2016      Director Senior Executive Managing Officer of the Company (present position) Appointed as General Manager of Industrial Machinery Business of the Company (present position) President of O-M Ltd. (present position) [Significant concurrent positions outside the Company] President of O-M Ltd.	32,200 shares
(The reason for nominating as a candidate for Director) Yuji Sawaki has extensive work experience through being involved mainly in Industrial Machinery Business since he joined the Company and is able to apply his experience and knowledge gained while serving since 2016 as President of O-M Ltd. and as General Manager of Industrial Machinery Business of the Company, to execute the business. Therefore, the Company is re-nominating him as a candidate for Director.			
*7	Yukihiro Nishimura (June 14, 1961)	Apr. 1985      Joined DAIWABO INFORMATION SYSTEM CO., LTD. June 2006      Director of DAIWABO INFORMATION SYSTEM CO., LTD. Apr. 2012      Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD. (present position) June 2012      Executive Managing Officer of the Company (present position) June 2015      Appointed as Deputy General Manager of IT Infrastructure Distribution Business of the Company (present position) [Significant concurrent positions outside the Company] Managing Director, DAIWABO INFORMATION SYSTEM CO., LTD.	31,000 shares
(The reason for nominating as a candidate for Director) Yukihiro Nishimura has extensive work experience through being involved mainly in IT Infrastructure Distribution Business since he joined the Company, and is able to apply his experience and knowledge gained while he has served as Managing Director of DAIWABO INFORMATION SYSTEM CO., LTD. since 2012 and Deputy General Manager of IT Infrastructure Distribution Business of the Company since 2015, to execute the business. Therefore, the Company is nominating him as a candidate for Director.			

No.	Name (Date of birth)	Career summary, position and responsibilities (significant concurrent positions outside the Company)	Number of the Company's shares held	
8	Kazuhisa Kogo (July 20, 1950)	Apr. 1975	Joined Tokuyama Soda Co., Ltd. (Current Tokuyama Corporation)	11,000 shares
		June 2006 Jan. 2009	Director of Tokuyama Corporation Representative Director and President of Tokuyama Corporation	
		Mar. 2015 June 2015	Representative Director and Chairman of Tokuyama Corporation Director of the Company (Outside Director) (present position)	
(The reason for nominating as a candidate for Outside Director) Kazuhisa Kogo has contributed to the business and financial management of the Company by using his extensive knowledge and experience, accumulated as manager of other listed companies. Therefore, the Company is re-nominating him as a candidate for Outside Director.				
9	Kenichi Dohi (January 28, 1950)	Apr. 1973	Joined SUMITOMO CORPORATION	0 shares
		Apr. 2004	Representative Director and President of Sumisho Textile Co., Ltd. (Current Sumitex International Company Limited)	
		Aug. 2007 June 2016	Representative Director and President of SUMISHO MONTBLANC Co., Ltd. Director of the Company (Outside Director) (present position)	
(The reason for nominating as a candidate for Outside Director) Kenichi Dohi has extensive knowledge and experience, accumulated as manager of other companies and the Company expects that he will contribute to the business and financial management of the Company by using such knowledge and experience. Therefore, the Company is re-nominating him as a candidate for Outside Director.				

- Notes:
1. Newly nominated candidate for Directors is marked with (\*).
  2. None of the above candidates have any conflicts of interest with Daiwabo Holdings Co., Ltd.
  3. Kazuhisa Kogo and Kenichi Dohi are candidates for Outside Director.
  4. The Company has assigned and registered Kazuhisa Kogo as Independent Officer qualified under the regulations of the Tokyo Stock Exchange. While Tokuyama Corporation is a client of our subsidiary, Daiwabo Rayon Co., Ltd., the trading performance result with Tokuyama Corporation is less than 0.1% of consolidated sales of the Company for the current term. Therefore, Kazuhisa Kogo meets the Standard of Independence as set forth by the Company.
  5. The Company has assigned and registered Kenichi Dohi as Independent Officer under the regulations of the Tokyo Stock Exchange. While Sumitex International Company Limited and SUMISHO MONTBLANC Co., Ltd. are clients of our subsidiaries, DAIWABO INFORMATION SYSTEM CO., LTD., Daiwabo Neu Co., Ltd. and Daiwabo Progress Co., Ltd., the total trading performance result with them is less than 0.1% of consolidated sales of the Company for the current term. Therefore, Kenichi Dohi meets the Standard of Independence as set forth by the Company.
  6. Kazuhisa Kogo will have served as Outside Director of the Company for two (2) years upon the close of this Annual General Meeting of Shareholders.
  7. Kenichi Dohi will have served as Outside Director of the Company for one (1) year upon the close of this Annual General Meeting of Shareholders.
  8. In order for the Outside Director to fully fulfill his/her expected role, Article 24 of the current Article of Incorporation provides that the Company may enter into an agreement with the Outside Director to limit his/her liability for damages to the Company caused by his/her negligence. The Company has entered into such agreement with Kazuhisa Kogo and Kenichi Dohi to limit their liability up to the amount stipulated by applicable laws and regulations. If the reelections of both Kazuhisa Kogo and Kenichi Dohi are approved, the Company intends to continue the aforesaid liability limitation agreement with both of them.

**Proposal 5:** Election of Two (2) Audit & Supervisory Board Members

As the terms of office of Audit & Supervisory Board Members Etsuji Kanaya and Hisashi Fujiki will both expire at the close of this Annual General Meeting of Shareholders. The Company proposes that two (2) Audit and Supervisory Board Members be elected.

In addition, the prior agreement of the Audit & Supervisory Board has been obtained for the submission of this proposal.

The candidates for Audit & Supervisory Board Members are as follows:

No.	Name (Date of birth)	Career summary and position (significant concurrent positions outside the Company)	Number of the Company's shares held
*1	Yoshinobu Hiraoka (April 2, 1957)	Apr. 1980      Joined the Company Apr. 2005      General Manager of Intellectual Property Department of the Company June 2013      Director and President of Daiwa Do Brasil Textil Ltda. Sept. 2016      Resigned as Director and President of Daiwa Do Brasil Textil Ltda. (present position)	21,000 shares
(The reason for nominating as a candidate for Audit & Supervisory Board Member) Yoshinobu Hiraoka has extensive work experience through being involved mainly in Intellectual Property Business since he joined the Company and is able to apply his experience and knowledge gained abroad while serving since 2013 as President of an overseas fiber business company in the group, to the auditing of the Company. Therefore, the Company is nominating him as a candidate for Audit & Supervisory Board Member.			
2	Hisashi Fujiki (April 15, 1951)	Apr. 1983      Registered at the Osaka Bar Association Apr. 1985      Established Fujiki Law Office (Current Fujiki Shinsei Law Office) Apr. 2008      Auditor of Incorporated Foundation, Institute for Environmental Management, Osaka (Current General Incorporated Foundation, Institute for Environmental Management) (present position) June 2011      Corporate Auditor of SG Holdings Co., Ltd. (External Corporate Auditor) Corporate Auditor of Sagawa Express Co., Ltd. (External Corporate Auditor) (present position) June 2013      Audit & Supervisory Board Member of the Company (Outside Audit & Supervisory Board Member) (present position) June 2017      Scheduled to resign as Auditor of General Incorporated Foundation, Institute for Environmental Management	0 shares
(The reason for nominating as a candidate for Outside Audit & Supervisory Board Member) Hisashi Fujiki has extensive work experience and wide-ranging knowledge as an attorney and a specialist in legal matters, and the Company expects that he will reflect such experience and knowledge fairly and neutrally in the auditing of the Company. Therefore, the Company is re-nominating him as a candidate for Outside Audit & Supervisory Board Member. Moreover, although he has never been directly involved in the management of a company, the Company judges he will appropriately fulfill his duties as Outside Audit & Supervisory Board Member for the reasons given above.			

- Notes:
- Newly nominated candidate for Audit & Supervisory Board Member is marked with (\*).
  - None of the above candidates have any conflicts of interest with Daiwabo Holdings Co., Ltd.
  - Yoshinobu Hiraoka is scheduled to be appointed Audit & Supervisory Board Member of Daiwabo Co., Ltd. on June 28, 2017.
  - Hisashi Fujiki is a candidate for Outside Audit & Supervisory Board Member.  
Also, the Company has assigned and registered Hisashi Fujiki as an Independent Officer under the regulations of the Tokyo Stock Exchange. While Sagawa Express Co., Ltd. is a client of our three subsidiaries such as DAIWABO INFORMATION SYSTEM CO., LTD. the total trading performance result with them is less than 0.3% of consolidated

sales of the Company for the current term. Therefore, Hisashi Fujiki meets the Standard of Independence as set forth by the Company.

5. Hisashi Fujiki will have served as Audit & Supervisory Board Member of the Company for four (4) years upon the close of this Annual General Meeting of Shareholders.
6. In order for the Outside Audit & Supervisory Board Member to fully fulfill his/her expected role, Article 30 of the current Article of Incorporation provides that the Company may enter into an agreement with the Outside Audit & Supervisory Board Member to limit his/her liability for damages to the Company caused by his/her negligence. The Company has entered into such agreement with Hisashi Fujiki to limit his liability up to the amount stipulated by applicable laws and regulations. If Hisashi Fujiki's reelection is approved, the Company intends to continue the aforesaid liability limitation agreement with him.