

September 20th, 2019

Junya Suzuki

Chairman of the Board, President and CEO

Nissha Co., Ltd.

Exchanges Listed: Tokyo Stock Exchanges, First Section 7915

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Notice Regarding Transfer of Non-Current Assets and Recording of Extraordinary Income

Nissha Co., Ltd. (“the Company”) hereby announces that the transfer of non-current assets has been resolved at a meeting of its Board of Directors held today, as follows.

1. Reason for the transfer

The non-current assets is currently idle assets. The Company has decided the transfer to use its management resources effectively and also to accelerate its growth strategy.

2. Details of the transferred asset

Name and location of asset	Transfer price	Book value	Gain on transfer	Current status
Nissha Co., Ltd. Former Yachiyo factory Land 18,292.84 m ² (1521 Kamikouya, Yachiyo-shi, Chiba)	(Note)	(Note)	Approx. ¥4,970 million	Idle assets

(Note) The transfer price and book value are not disclosed due to the transferee’s request, and regarding gain on transfer, the amount is an estimate after deducting the expected costs, etc. related to the transfer.

3. Overview of the transferee

The transferee is a general business company in Japan, but the details are not disclosed due to the transferee’s request. Also, there are no capital relationship, personal relationship and business relationship between the transferee and the Company, and the transferee is not a related party of the Company as well.

4. Transfer schedule

Date of the resolution	September 20, 2019
Conclusion of the transfer agreement	September 26, 2019 (planned)
Date of the transfer	September 26, 2019 (planned)

5. Future outlook

As a result of the transfer, the Company expects to record extraordinary income of approximately ¥4,970 million for the third quarter of the fiscal year ending December 31, 2019. Regarding consolidated business forecast for the fiscal year ending December 31, 2019 (January 1, 2019 to December 31, 2019), it is now under consideration including other factors, and the Company will announce the result promptly after the outlook review is finalized.

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