

1 November 2018

Company	Nippon Sheet Glass Co., Ltd
Code	5202
Address of Headquarters	5-27, Mita 3-Chome, Minato-Ku, Tokyo, Japan
Representative Executive Officer	Shigeki Mori
For inquiries	Sachiyo Nishie Head of Investor Relations
Telephone	+81-3-5443-0100

## **NSG Group Announces Partial Acquisition and Retirement of Class A Shares**

Nippon Sheet Glass Co., Ltd. announces that the Board of Directors of the Company resolved today to acquire, in exchange for cash, part of the Class A shares issued by the Company, pursuant to the Article 10-6 of the Company's Articles of Incorporation, and to retire the same, as mentioned below, pursuant to provisions under Article 178 of the Companies Act, on the condition that the Company acquires the relevant shares.

### **1. Details of the acquisition**

- (1) Type of shares to be acquired: Class A Shares
- (2) Counter-party of the acquisition: (Shareholders of Class A Shares):
  - Japan Industrial Solutions Fund II
  - UDS III Corporate Mezzanine Limited Partnership
  - UDS IV Corporate Mezzanine Limited Partnership
- (3) Number of aggregate shares to be acquired: 5,000 shares (on a pro-rata basis, according to the number of shares held by the shareholders listed in (2) above)
  - Japan Industrial Solutions Fund II: 2,500 shares
  - UDS III Corporate Mezzanine Limited Partnership: 1,125 shares
  - UDS IV Corporate Mezzanine Limited Partnership: 1,375 shares
- (4) Acquired value of shares: JPY1,160,246.6 per share
  - Note: The acquired value of shares above is calculated by adding the amount equivalent to accrued dividends per diem (the amount equivalent to dividends from class shares calculated pursuant to the Article 10-2-2 of the Company's Article of Incorporation, assuming that dividends from class shares are paid during a business year to which the date of acquisition belongs, with the date of acquisition being regarded as the record date) to 115% of JPY1,000,000 per share, the paid-in amount at the time of issuance
- (5) Total share acquisition cost: JPY5,801,233,000
- (6) Date of acquisition: 7 December, 2018

### **2. Details of the retirement**

- (1) Type of shares to be retired: Class A Shares
- (2) Number of aggregate shares to be retired: 5,000 shares (all of the Class A shares to be acquired as per 1. above)
- (3) Effective date: 7 December, 2018

[Note: The shares in question are to be retired, on the condition that the Company acquires the Class A shares as per 1. above.]

### **3. Status of the Class A Share Acquisition**

- (1) Number of initial shares issued: 40,000 shares (issue price JPY40 billion)
- (2) Number of shares to be acquired this time: 5,000 shares (issue price JPY5 billion)
- (3) Number of shares which have not been acquired: 35,000 shares (issue price JPY35 billion)

### **4. Reasons**

The Company issued Class A Shares of JPY40 billion on 31 March 2017 in order to expedite the enhancement of shareholders' equity and achieve a stable financial base. The NSG Group's subsequent efforts to improve its financial position and reduce interest cost have been successfully achieved enabling a continuous improvement of the Group's earnings. Consequently the Company's Board of Directors has decided to redeem part of the issued Class A shares (acquisition and retirement), with a view to reducing the dividend payment burden of Class A Shares' Preferred Dividends, etc.

The Company intends to redeem the remaining Class A Shares in a timely and flexible manner, while maintaining financial stability, in order to ultimately redeem all of the Class A shares in future for money.

Note: The above-mentioned earnings forecast, etc., are based on currently available information and certain assumptions considered reasonable, which could cause actual results, etc. to differ, due to various factors going forward.