

[Translation]

May 15, 2019

Announcement of Discontinuation (Abolishment) of Countermeasures against Large-Scale Purchases of the Company's Share Certificates or Other Securities (Takeover Defense Measures)

Taikisha Ltd. (the "Company") introduced the "Countermeasures Against Large-Scale Purchases of the Company's Share Certificates or Other Securities (Takeover Defense Measures)" based on a resolution of the Annual Shareholders' Meeting held on June 27, 2008. The Company subsequently renewed the Takeover Defense Measures continuously after making necessary amendments based on approval by its shareholders at the Annual Shareholders' Meetings held on June 29, 2010, June 27, 2013, and June 29, 2016 (the Takeover Defense Measures renewed by resolution at the Annual Shareholders' Meeting held on June 29, 2016 shall hereinafter be referred to as the "Plan").

The effective period of the Plan expires at the conclusion of the 74th Annual Shareholders' Meeting to be held in June this year, and the Company resolved to discontinue the Plan after the expiration of the effective period at the meeting of the Board of Directors held today.

The Company established the Basic Policy regarding persons who control the Company's decisions on financial matters and business policies, and introduced and continuously renewed the Plan as an initiative to prevent the Company's decisions on financial matters and business policies from being controlled by a person deemed as inappropriate pursuant to the Basic Policy. This was done with the aim of securing and enhancing the corporate value of the Company, and consequently, the common interests of shareholders. At the same time, the Company formulated the Mid-term Business Plan guided by the basic policy of seeking to achieve stable and sustainable growth and gaining a high level of trust and evaluation by all stakeholders, and has delivered achievements by implementing various measures set under the plan and strived to enhance the corporate value of the Company. In addition, the Company has been working to achieve further improvements under a new Mid-term Business Plan that started this fiscal year.

In view of the expiration of the effective period of the Plan, the Company has carefully considered whether or not to continue with the Plan, taking into consideration dialogue with shareholders, including institutional investors in Japan and overseas, recent trends surrounding takeover defense measures, changes in the management environment surrounding the Company, and other matters. As a result, the Company has determined that steadily implementing various measures based on the Mid-term Business Plan, striving to achieve stable and sustainable growth, and further strengthening the corporate governance system will contribute to securing and enhancing the corporate value of the Company, and consequently, the common interests of shareholders. Accordingly, the Company resolved at the meeting of the Board of Directors held today not to continue with the Plan.

Even after the expiration of the effective period of the Plan, the Company will implement appropriate measures tolerated within the scope of the Financial Instruments and Exchange Act, the Companies Act, and other applicable laws and regulations, such as requesting Large-Scale Purchasers who conduct large-scale

purchases of the Company's share certificates or other securities to provide necessary and sufficient information to shareholders for properly deciding whether to accept such Large-Scale Purchases; disclosing opinions, etc. of the Board of Directors of the Company; and securing sufficient information and time necessary for shareholders to make a decision.