



February 27, 2017

Name of Company: ISEKI & CO., LTD.  
Company Representative: President, Eiichiro Kinoshita  
Company Code: 6310  
Enquiries: Investor Relations Section  
General Manager, Fumitoshi Suzuki  
(Telephone: +81 3 5604 7709)

### **Notice on Change in the Number of Shares Constituting One Unit of Stock and Share Consolidation**

We hereby announce that, at the meeting of the Board of Directors held today, we resolved to submit a proposal regarding change in the number of shares constituting one unit of stock and share consolidation at the 93rd Ordinary General Meeting of Shareholders to be held on March 30, 2017.

1. Change in the number of shares constituting one unit of stock

(1) Reasons for the change

As stock exchanges nationwide including the Tokyo Stock Exchange have set a deadline of October 1, 2018 to consolidate the number of shares constituting one trading unit of stock of domestically listed companies to 100 shares, we have decided to change the number of shares constituting one unit of our stock to 100 shares (hereinafter referred to as the “Change in the Number of Shares Constituting One Unit of Stock”).

(2) Details of the change

The Company will change the number of shares constituting one unit of our common stock from 1,000 shares to 100 shares as of July 1, 2017.

(3) Conditions for the change

This change shall be subject to the approval and adoption of the proposals regarding partial amendments to the Articles of Incorporation concerning the Change in the Number of Shares Constituting One Unit of Stock and share consolidation at this Ordinary General Meeting of Shareholders.

2. Share consolidation

(1) Purpose of the share consolidation

In changing the number of shares constituting one unit of common stock to 100 shares as described in above “1. Change in the number of shares constituting one unit of stock,” we have decided to execute a one-for-ten share consolidation (hereinafter referred to as the “Share Consolidation”) to adjust the investment unit to a level that is deemed preferable (¥50,000 or more but less than ¥500,000) by domestic stock exchanges.

(2) Details of the share consolidation

- 1) Class of stock to be consolidated: Common stock
- 2) Ratio of consolidation: As of July 1, 2017, we will consolidate shares held by shareholders recorded in the final register of shareholders on June 30, 2017, at a ratio of one-for-ten.

3) Number of shares to decrease due to the share consolidation:

Total number of shares issued before the share consolidation (as of December 31, 2016)	229,849,936
Number of shares to decrease due to the share consolidation	206,864,943
Total number of shares issued after the share consolidation	22,984,993

(Note) The “Number of shares to decrease due to the share consolidation” and the “Total number of shares issued after the share consolidation” are theoretical values calculated using the total number of shares issued before the share consolidation and the ratio of the share consolidation.

(3) Number of shareholders to decrease due to the share consolidation

The shareholder structure according to the register of shareholders as of December 31, 2016 is as follows:

	Number of shareholders (ratio)		Number of shares held (ratio)	
Total number of shareholders	23,693	(100.0%)	229,849,936	(100.0%)
Shareholders who hold 10 shares or more	22,146	(93.5%)	229,845,347	(100.0%)
Shareholders who hold less than 10 shares	1,547	(6.5%)	4,589	(0.0%)

(Note) Should the share consolidation be executed assuming the shareholder structure above, 1,547 shareholders who hold less than 10 shares (number of shares held: 4,589 shares) will forfeit their status as shareholders.

(4) Handling of fractional shares

Fractional shares that arise as a result of the Share Consolidation will be aggregated and disposed of pursuant to the applicable provisions of the Companies Act or purchased by us as treasury stock. The proceeds, etc. of such disposal will be distributed to the shareholders in proportion to their fractional shares held.

(5) Total number of shares authorized to be issued as of the effective date

In consideration of the decrease in the number of issued shares due to the Share Consolidation, we will change the total number of shares authorized to be issued as of July 1, 2017.

Total number of shares authorized to be issued before the change	696,037,000
Total number of shares authorized to be issued after the change (as of July 1, 2017)	69,000,000

(6) Conditions for the share consolidation

This share consolidation is subject to the approval and adoption of the proposals regarding the Share Consolidation and the partial amendments to the Articles of Incorporation related to the change in number of shares constituting one unit of stock at the Ordinary General Meeting of Shareholders.

3. Schedule

February 27, 2017	Date of resolution at the meeting of the Board of Directors
March 30, 2017	Date of the Ordinary General Meeting of Shareholders
July 1, 2017	Effective date for the change in the number of shares constituting one unit of stock, share consolidation and change in the total number of shares authorized to be issued

(Note) Although the effective date for the change in the number of shares constituting one unit of stock and share consolidation is July 1, 2017 as above, the date on which the trading unit will be changed from 1,000 shares to 100 shares at the Tokyo Stock Exchange will be June 28, 2017 due to share transfer procedures following the transactions of shares.

4. Other

We have separately disclosed the “Notice on Partial Amendments to the Articles of Incorporation” and the “Notice on Revision to Dividend Forecast Associated with Share Consolidation” today.