

Notice on Transfer of Fixed Assets

September 30, 2016

Company name:  TOKAI CARBON CO.,LTD.
Listings: Tokyo Stock Exchange, first section
Security code: 5301
URL: <http://www.tokaicarbon.co.jp/>

At the meeting of the Board of Directors, Tokai Carbon Co., Ltd. reached a decision regarding the transfer of fixed assets, as described below.

1. Reason for transfer of fixed assets

Tokai Carbon Co., Ltd. is proceeding with measures to compress fixed assets based on policies for improving asset efficiency specified in the medium-term management plan (T-2018). As part of this effort, the company will transfer land and buildings associated with the operation of golf practice centers, which is a non-core business.

2. Details of transferred assets

(1) Nagoya Green Club

Details of assets	Land (17,093.08 m ²) and buildings (1,965.49 m ²)
Location	3-711-2 Fukue, Showa-ku, Nagoya, Aichi, Japan (and others)

* The transfer price, book value, and amount of profit or loss will be announced upon completion of the transfer.

(2) Chita Green Club and other assets

Details of assets	Land (29,956.39 m ²) and buildings (2,319.8 m ²)
Location	1-110-1 Azakamiyama, Taketoyo-cho, Chita-gun, Aichi, Japan (and others)

* The transfer price, book value, and amount of profit or loss will be announced upon completion of the transfer.

3. Overview of transferee

The transferee is a Japanese corporation whose details will be announced upon completion of the transfer.

There are no notable investment relationships, personal relationships, or business relationships between Tokai Carbon Co., Ltd. and the transferee.

Furthermore, the transferee is not associated with any parties related to Tokai Carbon Co., Ltd.

4. Date of transfer

Contract date	September 30, 2016
Delivery date	June 2017 (planned)

5. Effects on business performance

Due to an impairment loss of 380 million yen that is expected to occur with the transfer of Chita Green Club and associated assets, this item will be recorded as a special loss in the consolidated account for the period ending December 2016. The effects on the consolidated business performance for the period ending December 2017 will be announced immediately once they have been determined.

End of Notice