May 11, 2017

Company name:	Ube Industries, Ltd.
Representative:	Yuzuru Yamamoto President and Representative Director
Security code:	4208 (shares listed on First Section of Tokyo Stock Exchange and Fukuoka Stock Exchange)
Contact:	Shinsuke Tokumitsu General Manager, IR/PR Department Tel: +81-3-5419-6110

Notice of Change of the Number of Share to Constitute One Unit, Consolidation of Shares and Partial Amendments to the Articles of Incorporation

Ube Industries, Ltd. (“the Company”) announced today that, at its Board of Directors' meeting held today, it resolved to change the number of shares to constitute one unit and partial amendments to the Articles of Incorporation submit a proposal for consolidation of shares to the 111th Ordinary General Meeting of shareholders to be held on June 29, 2017 (the "General Meeting of Shareholders").

1. Change of the number of shares to constitute one unit

(1) Reason for change

Japanese Stock Exchanges have announced the Action Plan for Consolidating Trading Units, aiming to consolidate one hundred (100) shares of common stock of domestic companies listed on Japanese Stock Exchanges into one (1) trading unit by October 2018. As a company listed on the Tokyo Stock Exchange (TSE), the Company supports the intention of this plan and has decided to change the number of shares to constitute one unit to 100.

(2) Particulars of change

The number of shares to constitute one unit will be changed from 1,000 shares to 100 shares.

(3) Conditions to change

This change is to subject to the approval at the General Meeting of Shareholders as originally proposed regarding the consolidation of shares set forth in 2. below. And the partial amendment to the Articles of Incorporation for this matter is made by the resolution of the meeting of the Board of Directors in accordance with the provisions of the Companies Act.

2. Consolidation of shares

(1) Purpose of consolidation of shares

As stated in "1. Change of the number of shares to constitute one unit" above, the Company has decided to change its number of shares to constitute one unit from one thousand (1,000) to one hundred (100) shares, and to consolidate the Company's shares (10 shares into 1share) in order to maintain the level of investment unit considered desirable by the stock exchanges (50,000 yen or more and less than 500,000 yen).

The Company decided to reduce its total number of authorized shares from 3,300,000,000 to 330,000,000.

(2) Particulars of consolidation

① Type of shares to be consolidated　Common shares

② Consolidation ratio　On October 1, 2017, shares held by shareholders recorded in the latest shareholder Registry as of September 30, 2017 will be consolidated at the ratio of 10 shares to 1 share,

③ Total number of authorized shares on the effective date

330,000,000 shares

Pursuant to the provisions of the Companies deemed that the article which stipulates the total number of authorized shares in the Articles of Incorporation is amend from 3,300,000,000 shares to 330,000,000 shares on the effective date (October 1, 2017) of the consolidation of shares.

④ Number of shares reduced through consolidation

Total number of issued shares before consolidation (as of March 31, 2017)	1,062,001,076 shares
Number of shares reduced through consolidation	955,800,969 shares
Total number of issued shares after consolidation	106,200,107 shares

(Note) The "Number of shares reduced through consolidation" and "Total number of issued shares after consolidation" are theoretical values calculated based on the total number of issued shares before consolidation of shares, and on the consolidation ratio.

⑤ Number of shareholders reduced through consolidation　(as of March 31, 2017)

Number of shares held	Number of shareholders (percentage of total)	Number of shares held (percentage of total)
Total shareholders	65,803 (100.0%)	1,062,001,076 shares (100.0%)
Less than 10 shares	1,717 (2.6%)	6,596 shares (0.0%)
10 shares or more	64,086 (97.4%)	1,061,994,480 shares (100.0%)

If the consolidation of shares is carried out, 1,717 shareholders who hold less than 10 shares each (the total number of shares held by those shareholders is 6,596 shares as of March 31, 2017), will lose their status as shareholders.

⑥ Treatment of fractional shares

If any fractional shares arise as a result of the consolidation of shares, pursuant to the provisions of the Companies Act, the Company will sell all such fractional shares and distribute the proceeds to shareholders having fractional shares in proportion to their respective fractions.

(3) Conditions to consolidation

Subject to the approval of the proposal regarding the consolidation of shares at the General Meeting of Shareholders, the consolidation of shares will take effect on October 1, 2017.

3. Partial amendments to the Articles of Incorporation

(1) Reason for amendments

The Company's Articles of Incorporation will be amended as follows on October 1, 2017 subject to the approval of the proposal regarding the consolidation of shares described in 2. above at the General Meeting of Shareholders.

(2) Details of amendments

(Underlines reflect the amendments)

Current Articles of Incorporation	Proposal of amendments of Articles of Incorporation
Article 6. (Total Number of Authorized Shares) The total number of authorized shares of the Company shall be 3,300,000,000.	Article 6. (Total Number of Authorized Shares) The total number of authorized shares of the Company shall be 330,000,000.
Article 7. (Provisions omitted)	Article 7. (Unchanged)
Article 8. (Number of shares to constitute One Unit) The number of shares to constitute one unit shall be 1,000.	Article 8. (Number of shares to constitute One Unit) The number of shares to constitute one unit shall be 100.
The rest (Omitted)	The rest (Unchanged)

4. Schedule

May 11, 2017	Resolution of the Board of Directors (resolution to convene the general meeting of shareholders)
June 29, 2017 (scheduled)	The 111th ordinary General Meeting of Shareholders
October 1, 2017 (scheduled)	Effective date of change of the number of shares to constitute one unit, consolidation of shares, and partial amendments to the Articles of Incorporation

(Note) As set forth above, the effective date of the change of the number of shares to constitute one unit and the consolidation of shares is scheduled to be October 1, 2017, but in relation to the share transfer procedures, trading unit will be changed from 1,000 shares to 100 shares on September 27, 2017 at the TSE.

(Reference) Q&A Regarding the change of the number of shares to constitute one unit and consolidation of shares

Q1. What is a change of the number of shares to constitute one unit and a consolidation of shares?

A1. A change of the number of shares to constitute one unit means a change in the share units which are the basis for the number of voting rights at a general meeting of shareholders and the number of trading units on the stock exchanges. The number of shares to constitute one unit of the Company will change from one thousand (1,000) shares to one hundred (100) shares.

In addition, a consolidation of shares means consolidating a number of shares to reduce the number of shares. The Company will thus consolidate 10 shares into 1.

Q2. What is the purpose of the change of the number of shares to constitute one unit and the consolidation shares?

A2. Japanese Stock Exchanges have announced the Action Plan for Consolidating Trading Units, aiming to consolidate one hundred (100) shares of common stock of domestic companies listed on Japanese Stock Exchanges in one (1) trading unit by October 2018. In light of this, and as a company listed on the TSE, the Company supports the intention of this plan and has decided to change the number of shares in its share unit from 1,000 shares to 100 shares. In addition, the Company has decided to consolidate shares in order to maintain the level of investment unit considered desirable for the Company's shares by the stock exchanges (50,000 yen or more and less than 500,000 yen).

Q3. What will happen to the number of shares held and voting rights?

A3-1. The number of shares held

The number of shares held after the consolidation of shares will be the number of shares recorded in the latest Shareholder Registry as of September 2017 multiplied by one-tenth (1/10). (any fraction less than one share shall be rounded off)

A3-2. Voting rights

The number of shares held by shareholders will be one-tenth (1/10) after the consolidation of shares. The number of voting rights will be one per 100 shares held.

	Before effective date		After effective date		
	Number of shares held	Voting rights	Number of shares held	Voting rights	Fractional shares
Ex.1	2,000	2	200	2	None
Ex.2	1,500	1	150	1	None
Ex.3	654	None	65	None	0.4
Ex.4	8	None	None	None	0.8

・There are no special procedures for shareholders who fall under Ex.1.
・With respect to shares less than one share unit listed in Ex.2, 3 (50 shares for Ex.2, 65 shares for Ex.3), a system for “Purchase by the Company of Shares less than One Unit” (Odd-Lot Shares)” or "Additional Purchase by Shareholders of Odd-Lot Shares" can be used at your request.
・In Ex.3 and Ex.4, the Company will sell fractional shares that arise (0.4 share in Ex.3 and 0.8 share in Ex.4), and pay the proceeds to shareholders whose shares become fractions of shares in proportion to their respective fractions.
・In Ex.4, the shareholder ceases to hold shares after the consolidation of shares, and therefore loses its status as a shareholder.

Q4. The number of shares held will be reduced after the consolidation of shares. Will this affect the asset value?

A4. Although the number of shares held by shareholders will be one-tenth (1/10) after the consolidation of shares, the Company's assets and capitalization will not change before or after the consolidation. Thus, the asset value per share will multiply 10 fold, and apart from stock market fluctuations or other factors, the shareholder's asset value will not be affected. Theoretically, the share price after the consolidation of shares will also be 10 times the share price prior to the consolidation.

Q5. The number of shares held by shareholders will be reduced after the consolidation of shares. Will this affect dividends?

A5. Although the number of shares held by shareholders will be one-tenth (1/10) after the consolidation of shares, we will set dividend per share taking the 1-for-10 ratio into account after the effective date of the consolidation of shares. Thus, apart from change in performance results or other factors, total dividends of each shareholder after the consolidation of shares will not be affected. However, dividends will not be paid on the fractional shares resulting from the consolidation of shares.

Q6. Will the Company buy back or sell Odd-Lot Shares even after the consolidation of shares?

A6. After the consolidation of shares, shareholders holding Odd-Lot Shares that cannot be traded in the market are able to utilize the Additional Purchase by Shareholders of Odd-Lot Shares or Purchase by the Company of Odd-Lot Shares systems. For specific procedures, shareholders are encouraged to contact their securities companies or the contact information for inquiries specified below.

[Contact information for Inquiries]

If you have any inquiries about the consolidation of shares and the change of the number of shares to constitute one unit, please contact your securities companies or the following administrator of shareholder registry.

10-11 Higashisuna 7-chome, Koto-ku Tokyo, Japan 137-8081
Securities Agency Division
Mitsubishi UFJ Trust and Banking Corporation
Tel: 0120-232-711 (toll free)
Office hours: 9:00 am-5:00 pm (excluding Saturdays, Sundays and National holidays)