

(Additional Disclosure Items) Notice of Transfer of Fixed Assets and Special Gain

Today, Tokai Carbon completed procedures for the transfer of fixed assets relating to the transaction that had been announced on September 30, 2016 in the “Notice on Transfer of Fixed Assets” as follows.

1. Description of transferred assets

(in millions of yen)

Name and location of assets	Value of transfer	Book value	Gain on transfer	Current status
Nagoya Green Club (Nagoya, Aichi Prefecture) Chita Green Club (Chita-gun, Aichi Prefecture)	3,190	77	About 2,449	Land and buildings

- The Nagoya Green Club and Chita Green Club are being transferred as a single transaction through a contract with one company. The transfer price, book value, and the gain on transfer are indicated as totals that reflect actual conditions.
- The gain on transfer is an approximate amount obtained by deducting the total of the book value and expenses related to the transfer from the transfer price.

2. Overview of assignee (as of March 31, 2017)

(1) Name	Haseko Corporation
(2) Address	32-1 Shiba 2-chome, Minato-ku, Tokyo
(3) Name of representative officer	Noriaki Tsuji, President and Representative Director
(4) Description of business	Construction, real estate, engineering
(5) Paid-in capital	57.5 billion yen
(6) Date established	August 22, 1946
(7) Net assets	238.5 billion yen
(8) Total assets	630.9 billion yen
(9) Major shareholders and shareholding ratios	Japan Trustee Services Bank, Ltd. (trust account) 7.01% The Master Trust Bank of Japan, Ltd. (trust account) 6.90% Resona Bank, Ltd. 4.19% Goldman Sachs & Co. REG 4.03% State Street Bank and Trust Company 505225 2.84%
(10) Relationship between listed companies and Haseko Corp.	No noteworthy items.

3. Impact on results

The Company anticipates that this transaction will yield a special gain on sale of fixed assets of approximately 2.4 billion yen for the consolidated fiscal year ending December 31, 2017.

End of notice

Date of release: June 15, 2017

Company name: Tokai Carbon Co., Ltd.

Security code: 5301 [Tokyo Stock Exchange]

Contact: Akira Yamada, General Manager,
General Affairs Department, Tel.: +81-3-3746-5100