(Stock Exchange Code 6379)
June 1, 2018

To Shareholders

Yoshiharu Yoshikawa
President and Representative Director
Shinko Plantech Co., Ltd.

Supplemental Information regarding the Third Proposal of the 114th Annual General Meeting of Shareholders

We received information that Institutional Shareholder Services Inc. ("ISS") has recommended to vote against the proposal for the election of the candidate No.3, Mr. Shunji Komatsu in the Third Proposal (Election of Four (4) Directors Serving as Audit and Supervisory Committee Members) of the 114th Annual General Meeting of Shareholders of Shinko Plantech Co., Ltd. (the "Company").
Accordingly, we would like to take this opportunity to provide supplemental information of the Proposal for your better understanding.

1. Recommendation by ISS
   On the ISS Report, affiliation of Mr. Shunji Komatsu is described as "Banking Relationship (former)" and voting against the proposal for election of Mr. Shunji Komatsu has been recommended. We suppose the reasoning of ISS's recommendation is based on their view that Mr. Shunji Komatsu worked for one of major banks of the Company in the past and accordingly he does not meet the independence criteria set by ISS.

2. Reasons the Company judges Mr. Mr. Shunji Komatsu as an eligible candidate of Independent Outside Director
   The Company would like to emphasize that although Mr. Shunji Komatsu had been an Executing Person of The Bank of Yokohama, Ltd. (the "Bank") until March 2013*, the Bank has no lending to the Company and, as for transactions between the Bank and the Company, the amount of transactions for the fiscal year ended March 31, 2018 was less than 0.01% of the Company's consolidated gross sales and consequently neither the Company nor the Bank is a major business partner of the other.

* (The above-mentioned information was already provided in "NOTICE of THE 114TH ANNUAL GENERAL MEETING OF SHREHOLDERS" of the Company. See also attached Appendix)

Therefore, the Company judges that there is no relationship between the Bank and the Company by which the Bank has an impact on managerial decision-making of the Company and there is no concern for conflict of interests with general shareholders.

Consequently, the Company does not judge that Mr. Shunji Komatsu lacks independence as an Outside Director, only with the fact that he worked for the Bank in the past.

We would like you to confirm the supplemental information above and comprehend the Third Proposal (Election of Four (4) Directors Serving as Audit and Supervisory Committee Members) of the 114th Annual General Meeting of Shareholders of the Company.

Thank you very much for your attention, understanding and continued support of Shinko Plantech Co., Ltd.

End

<Appendix>

Re: Candidate No.3 Mr. Shunji Komatsu (born on Apr. 28, 1956)

The following are extracted from "NOTICE of THE 114TH ANNUAL GENERAL MEETING OF SHREHOLDERS" of the Company.

Past experience, positions, responsibilities and significant concurrent positions		
Apr.	1980	Joined The Bank of Yokohama, Ltd.
Oct.	1997	Branch Manager, Yokohama City Branch, The Bank of Yokohama, Ltd.
Apr.	2007	Executive Officer General Manager, Corporate Banking Department, The Bank of Yokohama, Ltd.
May	2011	Managing Executive Officer General Manager, Central Branch Business Department General Manager, Central Branch Block Business Headquarters, The Bank of Yokohama, Ltd.
Apr.	2013	Adviser, YOKOHAMA SHINKO CO., LTD.
Jun.	2013	Representative Director and President, YOKOHAMA SHINKO CO., LTD. (current position)
Jun.	2013	Outside Audit & Supervisory Board Member of the Company
Jun.	2015	Outside Audit & Supervisory Board Member, ATSUGI CO., LTD. (current position)
Jun.	2016	Outside Director (Audit and Supervisory Committee Member) of the Company (current position)

Reasons for nomination

Mr. Shunji Komatsu has served in various important positions at financial institutions, as well as having experience of corporate management, and thus has a wealth of knowledge and experience. In addition, since June 2016, he has been very active as Outside Director serving as Audit and Supervisory Committee Member of the Company, and has contributed to enhancing the corporate value of the Company. Based on these achievements, the Company has decided to designate him again a candidate for Outside Director serving as Audit and Supervisory Committee Member.

(Notes) (Note 1 to 3, 5 and 6 are omitted)

4. Although Mr. Shunji Komatsu had been an Executing Person of The Bank of Yokohama, Ltd. until March 2013, the bank is neither the main bank of the Company nor has lending to the Company. Although there are transactions between the Company and The Bank of Yokohama, Ltd., the amount of transactions for the fiscal year ended March 31, 2018 was less than 0.01 % of the Company's consolidated gross sales. Therefore, neither company is a major business partner of the other. Additionally, there are no transactions between the Company and YOKOHAMA SHINKO CO., LTD. (as of the fiscal year ended March 31, 2018), at which he serves as President. Due to the above reasons, the Company has determined that there is no concern for conflict of interest with general shareholders.