25th April 2018

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Notice of the Court Ruling concerning the Violation of the Korea Fair Trade Law in relation to the Trading of Precision ball

With respect to the order issued by Korea Fair Trade Commission ("KFTC") for corrective action to Tsubaki Nakashima, announced on January 9, 2018 (Excerpted below), the Soul Central District Prosecutor's brought charges against the violation of the Korea Fair Trade Law in relation to the trading of precision balls.

Today, the Soul Central District Court issued a summary order imposing a fine of 100 million won (about 10 million Yen) on April 25, 2018.

With this, all legal actions related to the Korea Fair Trade Law violation case are over.

We deeply apologize to all the parties concerned including the shareholders and customers for many worries. We will pay the fine to bring a conclusion to this issue. However, it will have little impact on our consolidated results.

(Excerpt) On January 9, 2018 "An announcement concerning the announcement of the KFTC"

On January 9, 2018, KFTC announced that we violated the Korea Fair Trade Act (Antitrust Law) during the period from 2005 to 2013 regarding the trade of precision balls in Korea. KFTC decided to issue orders for corrective measures and payment of surcharges of 434 million won (about 46 million Yen).

Disclaimer：The English translation is only for reference purposes. When there are any discrepancies between original Japanese version and English translation version, the original Japanese version always prevails.