To whom it may concern:

May 10, 2018

Company name: Inabata & Co., Ltd.
Representative: Katsutaro Inabata, Director, President
(Stock code: 8098, First Section of Tokyo Stock Exchange)
Inquiries: Nobukazu Kuboi, Executive Officer,
General Manager, Financial Management Office
(Tel: 03-3639-6421)

Regarding Items Related to Controlling Shareholder, etc.

1. Name of parent company, controlling shareholder (excluding the parent company) or other related companies

(As of March 31, 2018)

Name	Affiliation	Share of Voting Rights (%)	Financial instruments exchange, etc. on which issued shares are listed
Sumitomo Chemical Co., Ltd.	Other related company	22.6	First Section of Tokyo Stock Exchange

2. Position of a listed company in the corporate group of the parent company, etc. or other relationship between the listed company and the parent company, etc.

Sumitomo Chemical Co., Ltd. is a major shareholder in the Company with a 22.6% share of voting rights; the Company is an equity-method affiliate of Sumitomo Chemical.

The Company sells the Sumitomo Chemical's liquid crystal materials, synthetic resins, etc., and the Company's products are supplied to Sumitomo Chemical. Transaction terms are individually negotiated and determined while taking into account regular transactions. There are no restrictions from Sumitomo Chemical, such as items requiring approval for business activities conducted by the Company, and the Company maintains the independence of its management.

Mr. Yoshimasa Takao, Outside Director of the Company, is an Advisor of Sumitomo Chemical. The Company has appointed him as Outside Director as he is considered suitably qualified for that position, based on his abundant experience as a senior executive of a general chemicals manufacturer and extensive knowledge of the chemicals industry. Therefore, the Company believes that there is no concern as to ensuring of the Company's independence.

3. Items related to transactions with controlling shareholder, etc.

(April 1, 2017 to March 31, 2018)

Name of company, etc.	Location	Paid-in capital (millions of yen)	Line of business	Share of voting rights (held)	Relationship		Transaction content	Transaction amount (millions of yen)	Account	Term-end balance (millions of yen)
					Interlocking directors and audit & supervisory board members	Business relationship				
Sumitomo Chemical Co., Ltd.	Chuo-ku, Tokyo	89,699	Manufacture and sales of chemical products	22.6% held directly	1person	Purchase of Sumitomo Chemical's products Sale of the Company's products	Purchase of products	13,485	Accounts payable	2,758
							Sale of products	5,803	Accounts receivable	3,005
							Securities provided as collateral	9,512	—	—
							Sales of securities			
							Sales proceeds	5,785	—	—
							Sales gain	5,636	—	—

Transaction terms, or policies, etc. for determining transaction terms

a. Transaction terms, including prices, are individually negotiated and determined while taking into account regular transactions.

b. Securities are provided as collateral against the Company's operating payables.

c. The sale price of securities is determined by the closing price on the Tokyo Stock Exchange on the day of trading.