June 9, 2018

To Shareholders with Voting Rights:

Company name: The Bank of Iwate, Ltd.
Name of representative: Sachio Taguchi, President
Securities code: 8345, First Section, Tokyo Stock Exchange

Additional Information on Proposal No. 4 for the 136th Annual General Meeting of Shareholders of The Bank of Iwate, Ltd.

We would like to express our appreciation for your continued support for The Bank of Iwate, Ltd. (the "Bank").

The Bank has been informed that the voting advisory company, Institutional Shareholder Services, Inc. (the "ISS") is recommending shareholders to vote against the election of certain candidates under Proposal No. 4, "Election of Four (4) Directors serving as Audit and Supervisory Committee Members," which will be resolved at the 136th Annual General Meeting of Shareholders of the Bank to be held on Friday, June 22, 2018, on the grounds that the independence of the candidates has not been fully assured.

In response to such recommendation, we would like to provide the following additional information regarding this proposal, and ask that you confirm the information and give approval to this proposal.

1. Past experience, etc., of the three (3) candidates for Outside Directors serving as Audit and Supervisory Committee Members who were given ISS's opposing recommendation

No.	Name (Date of birth)	Past experience, positions, responsibilities, and significant concurrent positions	Number of shares of the Bank held
2	Shinobu Obara (Mar. 16, 1958) New Appointment Candidate for Outside Corporate Auditor Independent Auditor	Apr. 1980 Joined Hokkaido Broadcasting Co., Ltd. Dec. 1990 Joined Iwate Menkoi Television Co., Ltd. Jun. 2004 Director Jun. 2005 Representative Director and President of Ma cherie, Inc. Jun. 2006 Managing Director of Iwate Menkoi Television Co., Ltd. Jun. 2009 Senior Managing Director Jun. 2012 Corporate Auditor of the Bank (current position) Jun. 2015 Representative Director and Executive Vice President of Iwate Menkoi Television Co., Ltd. (Significant concurrent position) Representative Director and Executive Vice President of Iwate Menkoi Television Co., Ltd.	0 shares
	[Reason for nomination as a candidate for Outside Director] Ms. Shinobu Obara serves as Representative Director and Executive Vice President of Iwate Menkoi Television Co., Ltd., a post with significant responsibility. In order for her to continue to make use of her abundant experience and wide range of knowledge that she obtained as a management executive on the audit structure of the Bank, she is appointed as a candidate for Outside Director serving as Audit and Supervisory Committee Member of the Bank. She currently serves as Corporate Auditor of the Bank, and her term of office as an Outside Corporate Auditor will be 6 years as of the end of this Annual General Meeting of Shareholders.		

<table>
<tr><th>No.</th><th>Name
(Date of birth)</th><th>Past experience, positions, responsibilities,
and significant concurrent positions</th><th>Number of shares of the Bank held</th></tr>
<tr><td rowspan="2">3</td><td>Mizuhiko Yoshida
(Jan. 2, 1956)

New Appointment
Candidate for Outside Corporate Auditor
Independent Auditor</td><td>Apr. 1989 Registered with Japan Federation of Bar Associations
Sep. 1999 Opened Yoshida Mizuhiko Law Office
Apr. 2006 Chairman of Iwate Bar Association
Apr. 2006 Governor of Japan Federation of Bar Associations
Apr. 2008 Chairman of Iwate Prefecture Public Interest Certification etc. Council (current position)
Dec. 2010 Member of Iwate Prefecture Expropriation Committee
Jun. 2015 Corporate Auditor of the Bank (current position)
(Significant concurrent position)
Attorney at law</td><td>0
shares</td></tr>
<tr><td colspan="3">[Reason for nomination as a candidate for Outside Director]
Although Mr. Mizuhiko Yoshida does not have experience in corporate management in the past, he is well versed in corporate legal affairs as a lawyer. In order for him to continue to make use of his extensive legal knowledge and insight on the audit structure of the Bank, he is appointed as a candidate for Outside Director serving as Audit and Supervisory Committee Member of the Bank. He currently serves as Corporate Auditor of the Bank, and his term of office as an Outside Corporate Auditor will be 3 years as of the end of this Annual General Meeting of Shareholders.</td></tr>
<tr><td rowspan="2">4</td><td>Etsuko Sugawara
(May 20, 1953)

New Appointment
Candidate for Outside Corporate Auditor
Independent Auditor</td><td>Apr. 1987 Research Associate of Iwate University Faculty of Education
Apr. 1989 Lecturer of Iwate University Faculty of Education
Apr. 1993 Associate Professor of Iwate University Faculty of Education
Apr. 1999 Professor of Iwate University Faculty of Education
Apr. 2010 Vice President of Iwate University Faculty of Education
Mar. 2015 Director and Vice President of Iwate University Faculty of Education (current position)
(Significant concurrent position)
Director and Vice President of Iwate University</td><td>0
shares</td></tr>
<tr><td colspan="3">[Reason for nomination as a candidate for Outside Director]
Ms. Etsuko Sugawara serves as Director and Vice President of Iwate University, a post with significant responsibility. Although she does not have experience in corporate management in the past, in order for her to make use of her professional expertise, extensive knowledge, and insight as an academic expert on the audit structure of the Bank, she is appointed as a candidate for Outside Director serving as Audit and Supervisory Committee Member of the Bank.</td></tr>
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2. Additional information on the independence of the three (3) candidates

(1) Shinobu Obara

Business relationships between the Bank and Iwate Menkoi Television Co., Ltd., where Ms. Obara serves as Representative Director and Executive Vice President, are currently limited to standard deposit transactions, and there have been no outstanding loan balances for more than a year. As the balance of deposits of Iwate Menkoi Television Co., Ltd. as of March 31, 2018 amounted to only 0.0066% of the total balance of deposits of the Bank, the Bank believes that Ms. Obara will not pose conflicts of interest with general shareholders and that her independence is fully assured.

(2) Mizuhiko Yoshida

As stated on page 13 of the Items Disclosed on the Internet for the Notice of Convocation of the 136th Annual General Meeting of Shareholders (in Japanese), Mr. Yoshida's outstanding loan balance at the Bank is 23 million yen (limited to mortgage loans), and his deposit balance is also insignificant. The Bank, therefore, believes that Mr. Yoshida will not pose conflicts of interest with general shareholders and that his independence is fully assured.

(3) Etsuko Sugawara

The Bank made a donation of 20 million yen in December 2017 to Iwate University, where Ms. Sugawara serves as Director and Vice President, for the construction of a day-care nursery in the workplace (opened in March 2018 within the university premises), which is jointly operated by the Bank and Iwate University to support the balancing of work and child rearing. As this donation does not infringe on the independence standards established by the Bank regarding donations of "in the amount of over 10 million yen per year in average over the last three years," and as the Bank has neither made any major contributions other than the above in the past nor has been making ongoing contributions, the Bank believes that Ms. Sugawara will not pose conflicts of interest with general shareholders and that her independence is fully assured.