Notice regarding Repurchase of Stocks through the Off-Auction Own Stock Repurchase Trading System of the Tokyo Stock Exchange (ToSTNeT-3)
(Repurchase of Stocks pursuant to Provisions of Articles of Incorporation in accordance with the Provision of Article 165, Paragraph 2 of the Companies Act)

NICHICON CORPORATION (hereinafter “the Company”) hereby announces that it has resolved, at its Board of Directors’ meeting held on December 5, 2019, the matters of a stock repurchase and its conditions per the Companies Act, Article 156, which is applied pursuant to Article 165 (iii) of the Act, as outlined below;

1. Reasons of the stock repurchase
The Company has decided to repurchase its stock in order to mitigate the short-term impact on supply and demand for the Company’s stocks in the market by the issuance of the Euro-Yen Convertible Bonds (with Call Provision) Due 2024 (Bonds with Stock Acquisition Rights) resolved by the Board of Directors today, and to achieve smooth fundraising. In addition, through the stock repurchase, the Company is also aiming to suppress stock dilution, improve capital efficiency, and achieve flexible capital management in response to changes in the business environment, while enhancing profit returns to its shareholders by increasing shareholder value per share.

2. Method of the repurchase
The Company will purchase its stock through an agent at the closing price of ¥1,232, including final special quote, as of today, December 5, 2019, through the Off-Auction Own Share Repurchase Trading System of the Tokyo Stock Exchange (ToSTNet-3) at 8:45am on December 6, 2019. (There will be no other changes made to the trading system and/or time.) The purchase will be valid only at the aforementioned transaction time.

3. Details of the repurchase
(1) Types of stocks to be purchased: Common stocks of the Company
(2) Total number of stocks to be purchased: 1,300,000 (at maximum)
(1.9% of outstanding stocks, excluding treasury stocks)
(3) Total value of stocks to be purchased: ¥1.5 billion (at maximum)
(4) Announcement of results: The Company will announce the results of the repurchase after completing the transaction at 8:45am.

Notes: 1. The amount of stock to be repurchased will not be changed. Depending on the market conditions and other factors, there is a possibility that the purchase might not be executed, either in part or in whole.
2. The repurchase will be conducted by accepting sell-orders corresponding to the amount of stock to be repurchased.
3. The amount of stock to be repurchased is 1,217,500, at maximum, per the closing price of today, December 5, 2019, of ¥1,232.
1. At its Board of Directors’ meeting held on December 5, 2019, the Company resolved to issue Euro-Yen Convertible Bonds (with Call Provision) Due 2024 (Bonds with Stock Acquisition Rights). The company plans to use ¥1.5 billion of the proceeds toward the funding of the aforementioned repurchase of stock. The stock repurchase is scheduled prior to the payment date for the aforementioned bonds, and the Company plans to use a portion of the proceeds from the issuance of the bonds to replenish the cash reserves used for the repurchase. Please refer to the “Notice regarding Issuance of Euro-Yen Convertible Bonds (with Call Provision) Due 2024 (Bonds with Stock Acquisition Rights),” issued on December 5, 2019 for more details.

2. Treasury stock holdings as of September 30, 2019

| Shares outstanding (excluding treasury stock) | 69,636,932 shares |
| Treasury stock                           | 8,363,068 shares  |