

Notice Regarding Resolution of Treasury Stock Acquisition

(Acquisition of treasury stock based on the provisions of the Articles of Incorporation pursuant to the provisions of Article 165, paragraph 2, of the Companies Act)

Denka Company Limited (hereinafter "Denka") resolved at the meeting of its Board of Directors on March 7, 2016, to acquire treasury stock pursuant to the provisions in Article 156 of the Companies Act, as applied mutatis mutandis to the provisions of Article 165, paragraph 3, of the Companies Act.

1. Reason for acquisition of treasury stock

To flexibly provide shareholder returns for the fiscal year ending March 31, 2016. In line with the company's policy on shareholder returns, Denka gave due consideration to operating results for the first nine months of the fiscal year, with the targeted total payout ratio (calculated based on total of dividends paid and treasury stock purchased) being set at 50% as announced on November 10, 2014.

2. Details of acquisition

- (1) Type of stock to be acquired: Common stock
- (2) Total number of shares to be acquired: Up to 9.5 million shares
(Ratio to the number of shares of common stock issued, excluding treasury stock: 2.11%)
- (3) Total value of shares to be acquired: Up to ¥3.8 billion
- (4) Period of acquisition: From March 8, 2016 to March 7, 2017

Reference: Number of treasury shares held as of February 29, 2016

Shares of common stock issued, excluding treasury stock: 450,814,485 shares

Shares of treasury stock: 15,139,636 shares

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