

March 6, 2013
Company Name: Sharp Corporation
Representative: Takashi Okuda
President
(Code No. 6753)

Notice Regarding the Issuance of New Shares Through Third- Party Allotment to Strengthen Alliance

Sharp Corporation (“Sharp”) hereby announces its board of directors has resolved on March 6, 2013 that, aiming for strengthening of the alliance with Samsung Electronics Co., Ltd. (“Samsung Electronics”), one of Sharp’s customers of liquid crystal display (“LCD”) panels, it would issue new shares through a third-party allotment (the “Third Party Allotment Capital Increase”) to Samsung Electronics Japan Co., Ltd., a Japanese corporation of Samsung Electronics (“Samsung Electronics Japan”) and form a capital alliance (the “Capital Alliance”) with Samsung Electronics Japan.

I. Outline of the Capital Alliance

1. Purpose of and Reasons for the Capital Alliance

Sharp had faced with harsh industry circumstances such as the prolonged strong yen, the rapid commoditization and the downward market price trend of digital products. In addition, due to the economic recession in developed world after Lehman’s fall and the rapid shrinkage of liquid crystal display (“LCD”) TV’s domestic market and the sales decrease caused by the price drop after the end of the eco-point program, the consolidated financial results for the fiscal year ending March 2012 recorded net loss of 376 billion yen.

To deal with such situation, Sharp moved ahead on corporate actions including business restructuring of LCD and Solar Cell businesses and transfer of its personnel into priority business groups for profitability improvement, and in the result, Sharp was able to almost achieve the net sales forecast for the second quarter of the consolidated fiscal year ended March, 2013. On the other hand, as part of a new business restructuring aiming for improvement in profitability for the medium-to long-term future, Sharp wrote down noncurrent assets and inventory and thereby made a reversal of deferred tax assets of 61.0 billion yen, and then implemented asset compression resulting in 175.4 billion yen in total. This led to a large amount of operating loss and quarterly net loss continuously from the previous consolidated fiscal year, resulting in negative cash flow.

For improvement of future profitability, Sharp is currently moving forward with the new business restructuring to become a “Lifestyle Creating Company” and several management actions to generate positive cash flows through total costs compression including labor costs reduction, maintenance of inventory at appropriate level, disposal of assets and holddown of equipment investment, etc. In addition, being secured of necessary credit lines with cooperation of banking institutions, Sharp has consolidated and steadily implemented its monitoring system to check a progress of the above actions. With such serious efforts, Sharp has returned to profitability in operating income for the third quarter of the consolidated fiscal year ending March, 2013, for the first time in the last five quarters.

However, Sharp’s equity ratio has dropped to 9.6 % at the end of December, 2012 and Sharp is continuously required to proceed with stringent improvements in financial structure. In this light, at the end of last year, Sharp agreed to provide a stable long-term supply of LCD panels with Samsung Electronics, which is one of Sharp’s customers of LCD business indispensable for stabilization of its operating income and with which Sharp has kept up the business relationship with respect to such supply of LCD panels, etc. Furthermore, Sharp has discussed with Samsung Electronics on development of

both companies' alliance, and agreed that capital investment from Samsung Electronics into Sharp aiming for strengthening of both companies' relationship will contribute to increase in corporate value of both companies. With respect to an allottee, Sharp and Samsung Electronics discussed and decided Samsung Electronics Japan, a Japanese corporation of Samsung Electronics, should be designated as an allottee (the "Allottee") based on Samsung Electronics's intent to promote its effective fund management as a corporate group.

In this Third Party Allotment Capital Increase, Sharp will issue to Samsung Electronics Japan, the Allottee, new shares equivalent to 3.08% of the voting rights after capital investment from the Allottee. The purpose of this Third Party Allotment Capital Increase is to build up mutual trust relationship toward steady promotion of the alliance with Samsung Electronics and to provide it with stable and reliable supply of LCD panels, aiming for achievement of a further complementary effect on increase in both corporate value in the field of LCD business, and at the same time to enhance Sharp's capital adequacy.

2. Details of Alliance with Samsung Electronics

Sharp has been currently supplying Samsung Electronics with LCD panels for LCD TVs manufactured by Samsung Electronics, having the largest market share in the world*. Using this Capital Alliance as an opportunity to further strengthen the alliance, Sharp is going to continuously provide a stable and reliable supply of LCD panels. For large-size LCD panels in particular, Sharp will supply the LCD panels for large-size TVs manufactured by Samsung Electronics and for small- and medium-size LCD panels, Sharp will boost its supply of LCD panels for mobile devices.

* Source: DisplaySearch <Share Monitoring on Flat-Screen TV in 2012>

3. Profile of Samsung Electronics

①	Name	Samsung Electronics Co., Ltd.	
②	Location	416, Maetan 3-dong, Yeongtong-Gu, Suwon, Gyonggi-do, Korea	
③	Name and Title of Representative	Vice Chairman & CEO OH-HYUN KWON	
④	Business	Consumer electronics business, IT business and mobile communication business	
⑤	Capital	897,514,000,000 KRW (When 1 KRW is converted with the closing price of the exchange rate of ¥0.08154, as of December 31, 2012, the amount will be 73,183 million yen.)	
⑥	Date of Establishment	January 13, 1969	
⑦	Major shareholder and Ratio of Shareholding	Samsung life Insurance	6.53%
		Citibank N.A	6.14%
		National Pension Service	5.83%
		Samsung C&T Corporation	3.51%
		Kun-Hee Lee	2.94%
⑧	Relationships between the parties		
	Capital Relationship	Sharp and the relevant company have no significant capital relationship. In addition, any related parties and affiliates of Sharp and those of the relevant company have no significant capital relationship.	
	Personnel Relationship	Sharp and the relevant company have no significant personal relationship. In addition, any related parties and affiliates of Sharp and those of the relevant company have no significant personal relationship.	
	Transaction Relationship	Sharp and the relevant company have transaction relationship through supply, etc. of LCD panels	

	Status as a Related Party	The relevant company does not belong to Sharp's related parties. In addition, any related parties and affiliates of the relevant company do not belong to any related parties of Sharp.	
⑨ Business Results and Financial Conditions for Previous Three Fiscal Years			
Fiscal Year Ended	December 2009	December 2010	December 2011
Consolidated Net Assets	5,857,495	6,458,152	6,753,363
Consolidated Total Assets	8,995,697	9,706,390	10,319,908
Consolidated Net Assets per Share (Yen)	34,429	37,960	39,695
Consolidated Sales	10,931,795	11,176,680	10,941,267
Consolidated Operating Income	876,097	1,250,194	1,077,519
Consolidated Net Income	782,699	1,167,071	910,706
Consolidated Net Income per Share of Common Stock(Yen)	5,203	7,661	5,906
Dividend per Share (Yen)	642.1	723.3	365.1

(Unit: Million yen, unless otherwise specified.)

(Note) 1. The above business results are calculated in Japanese Yen based on the exchange rates of 1 KRW for 0.08019 yen at the closing of the Tokyo Foreign Currency Market on December 31, 2009 for the figures of December 2009, 1 KRW for 0.07228 yen at the closing of the Tokyo Foreign Currency Market on December 31, 2010 for the figures of December 2010, and 1 KRW for 0.06631 yen at the closing of the Tokyo Foreign Currency Market on December 30, 2011 for the figures of December 2011.

2. Sharp does not list the business results for the fiscal year ended December, 2012, since they have been undisclosed as of today.

II. Issuance of New Shares Through Third-Party Allotment

1. Outline of Offering

①	Payment Date	March 28, 2013
②	Number of New Shares to be Issued	35,804,000 shares
③	Issue Price	290 yen per share
④	Amount of Proceeds	10,383,160,000 yen
⑤	Method of Subscription or Allotment (Expected Allottee)	Third-party allotment (Samsung Electronics Japan Co., Ltd. 35,804,000 shares)
⑥	Others	Each of the above is subject to effectuation of the relevant security registration statement pursuant to the Financial Instruments and Exchange Act of Japan.

(Note 1) Issue Price means the amount to be paid pursuant to the Companies Act.

2. Purpose of and Reason for Offering

As mentioned above in “I Outline of the Capital Alliance,” Sharp has decided to implement this Third Party Allotment Capital Increase to build up mutual trust relationship toward steady promotion of the alliance with Samsung Electronics and to provide it with stable and reliable supply of LCD panels, aiming for achievement of a further complimentary effect on increase in both corporate value in the field of LCD business, and at the same time to enhance Sharp’s capital adequacy.

And as mentioned below in “3. (2) Intended Use of Proceeds”, Sharp considers that the proceeds procured from the Third Party Allotment Capital Increase are allocated to introduction of new technology for LCDs with high-definition features and investment in regard to rationalization, etc. of manufacturing facilities for mobile devices-related LCD such as tablet terminals and notebook computers with high-definition features. With that, Sharp expects profitability and competitiveness of Sharp group companies in the medium-to long-term will be fostered.

Additionally, in the press release issued on November 1, 2012 regarding the business results of the second quarter of the fiscal year ended March, 2013 and another press release issued on February 1, 2013 regarding the business results of the third quarter of the same fiscal year, there were the events or situation which might raise uncertainties about Sharp being assumed going concern. However, taking extensive measures, no uncertainties about Sharp’s ability to continue as a going concern will exist. On the other hand, Sharp’s equity ratio has dropped to 9.6% as of the end of December, 2012 and Sharp considers enhancement of this alliance and the Third Party Allotment Capital Increase are significant also in terms of Sharp’s capital policy for improvement in its financial structure. As for the future financial policy, in view of the current financial conditions, Sharp will provide further insights into it and strive to upgrade Sharp’s corporate value.

Furthermore, as part of the new business restructuring explained above in “I. Outline of the Capital Alliance” “1. Purposes and Reasons for the Capital Alliance”, Sharp has continuously carried out reformation toward profitability and stabilization of LCD business in particular. More specifically, Sharp has been working to implement (i) the issuance of new shares through a third- party allotment to Hon Hai Precisoins Industry Co., Ltd. and others as allottees, pertaining to the security registration statement submitted on March 27, 2012, aiming for improvement and stabilization of profitability through the comprehensive alliance with Hon Hai Precisoins Industry Co., Ltd. and others (the “Third Party Allotment Capital Increase resolved on March 27, 2012”), (ii) the first and second issuance of new shares through a third-party allotment to Qualcomm Incorporated as an allottee, pertaining to the security registration statement submitted on December 4, 2012, aiming for commercialization of MEMS display, so called the next-generation display technology to be jointly developed with a wholly owned company of Qualcomm Incorporated, (the “First Third Party Allotment Capital Increase resolved on December 4, 2012” and the “Second Third Party Allotment Capital Increase resolved on December 4, 2012”), and (iii) this Third Party Allotment Capital Increase aiming for improvement and stabilization of profitability through a stable and reliable supply of LCD panels to Samsung Electronics.

3. Amount of Proceeds to be Procured, Intended Use of Proceeds and Timing of Use as Intended

(1) Amount of Proceeds to be Procured

①	Total Amount to be Paid	10,383,160,000 yen
②	Approximate Costs of Issuance	249,000,000 yen
③	Approximate Net Proceeds	10,134,160,000 yen

(Note 1) The approximate costs of issuance do not include consumption tax.

(Note 2) The major breakdown of the approximate costs of issuance is registration costs (approx. 37 million yen), legal and financial advisers’ fees (approx. 176 million yen) , costs relating to stock exchange (approx. 16 million yen) , and other costs (approx. 20 million yen) .

(2) Intended Use of Proceeds to be Procured

The approximate net proceeds of 10,134,160,000 yen set out above is planned to be used for the followings: (The proceeds will be managed in a bank account until the proceeds are used for such purposes.)

Intended Use of Proceeds	Amount	Timing of Use as Intended
Introduction of new technology for LCDs with high-definition features	6,900 million yen	April 2013 through March 2015
Investment in regard to rationalization, etc. of manufacturing facilities for mobile devices related LCD such as tablet terminals and notebook computers with high-definition features	3,234 million yen	April 2013 through March 2015

As part of the new business restructuring, Sharp has continuously carried out reformation toward profitability and stabilization of LCD business in particular. Specifically, Sharp is planning to promote a series of concrete measures such as enhancement of its competitiveness of technology and products in such field and continuous investment on its facilities aiming for increase in business efficiency of manufacturing and production.

In an effort to realized the above, Sharp is working out its investment in regard to rationalization of manufacturing facilities for the purpose of self-manufacturing of the production process of LCD for mobile devices and introduction of new technology to increase pixel density to achieve higher definition for LCDs. In order to procure necessary funds for implementing such plan, its board of directors resolved the Third Party Allotment Capital Increase resolved on March 27, 2012 and this Third Party Allotment Capital Increase. Accordingly, although this Third Party Allotment Capital Increase will be implemented for the approximately same purpose as the Third Party Allotment Capital Increase resolved on March 27, 2012, as described above, this Third Party Allotment Capital Increase is aimed for the procurement of funds, the timing of use as intended of which is different, in consideration of continuous investment on facilities related LCD field.

Additionally, Sharp has plans for investment in development of technology for the next-generation MEMS display panel and practical application technology therefor, and in order to procure necessary funds for implementing such plan, its board of directors resolved the First Third Party Allotment Capital Increase on December 4, 2012 and the Second Third Party Allotment Capital Increase resolved on December 4, 2012. These third party allotment capital increases are implemented for the different use of proceeds from those of the Third Party Allotment Capital Increase resolved on March 27, 2012 and this Third Party Capital Increase.

As explained in the foregoing, this Third Party Allotment Capital Increase will contribute to Sharp's capital policy, but this will not be positioned as a capital policy to substitute for the Third Party Allotment Capital Increase resolved on March 27, 2012 and the Second Third Party Allotment Capital Increase resolved on December 4, 2012, for which all the payment for subscription has not completed yet.

4. Rationale for Use of Proceeds

As mentioned in the foregoing "2. Purpose of and Reasons for Offering" and "3. (2) Intended Use of Proceeds", the proceeds procured from the Third Party Allotment Capital Increase will be appropriated to introduction of new technology for LCDs with high-definition feature and investment in regard to rationalization, etc. of manufacturing facilities for mobile devices related LCD such as tablet terminals and notebook computers with high-definition feature, that are scheduled to be implemented from April, 2013 to the end of March, 2015. With such investment, etc., profitability and competitiveness of Sharp group companies in the medium-to long-term will be fostered and this Third Party Allotment Capital Increase will

contribute to enhancement of Sharp group's corporate value and shareholders profit in the medium-to long-term. Thereby, Sharp has decided that such use of the procured proceed is reasonable.

5. Rationale for Conditions of Issuance

(1) Basis of Calculation of Issue Price and Details Thereof

The issue price was determined to be 290 yen in reference to 299 yen the closing price of Sharp's shares traded on the Tokyo Stock Exchange on March 5, 2013, the business day immediately preceding the date of the board resolution for the Third Party Allotment Capital Increase.

The said issue price was determined at approximately 3% discount from the closing price of the business day immediately preceding the date of the board resolution for the Third Party Allotment Capital Increase, through the discussion with the Allottee on the basis of the recent stock movement of Sharp and dilution arising from this Third Party Allotment Capital Increase, etc., in reference to the said price which was deemed to have reflected Sharp's corporate value based on the recent stock movement.

The said issue price 290 yen represents a 3.01% discount on the closing price (299 yen) of Sharp's shares on March 5, 2013, which is the business day immediately preceding the date of the board resolution for the Third Party Allotment Capital Increase, a 8.23% discount against the average closing price 316 yen during a one-month period prior to the immediately preceding business day; a 4.61% discount against the average closing price 304 yen during a three-months period prior to the immediately business day; a 22.36% discount against the average closing price 237 yen during a six-month period prior to the immediately business day of the board of directors' resolution regarding this Third Party Allotment Capital Increase. The said issue price is in accordance with the Guidelines for the Issuance of New Shares through Third Party Allotment issued by Japan Securities Dealers Association.

Sharp has determined that the said issue price is reasonable and this issuance does not fall under a preferred issuance of shares. All of its 4 corporate auditors (of which 3 are outside auditors), who were present at the meeting of the board of directors with respect to the Third Party Allotment Capital Increase have expressed their views that this issuance was in accordance with the above Guidelines and would not fall under a preferred issuance of shares.

(2) Rationale for Determination that Number of Shares to be Issued and the Degree of Dilution of Shares are Reasonable

The number of shares of common stock of Sharp to be allotted to Samsung Electronics Japan, the Allottee, through the Third Party Allotment Capital Increase is 35,804,000 shares, and the ratio, as against the total number of issued shares of common stock of Sharp 1,140,819,887 shares as of March 5, 2013, will be 3.14% (the ratio against the total number of voting rights, 1,125,422, will be 3.18% (Note 1)).

And 205,150,000 shares, the total sum of (i) 35,804,000 shares of common stock of Sharp to be allotted to Samsung Electronics Japan, (ii) 121,649,000 shares of the same to be allotted to Hon Hai Precision Industry Co., Ltd. and others through the Third Party Allotment Capital Increase resolved on March 27, 2012 and (iii) 30,120,000 shares of the same allotted to Qualcomm Incorporated through the First Third Party Allotment Capital Increase resolved on December 4, 2012 and (iv) 17,577,000 shares (Note 2) of the same to be allotted to Qualcomm Incorporated through the Second Third Party Allotment Capital Increase resolved on December 4, 2012, will amount to 18.47 % against 1,110,699,887 shares, the total number of issued shares of common stocks of Sharp as of December 31, 2012, after deduction of 30,120,000 shares of the same allotted to Qualcomm Incorporated through the First Third Party Allotment Capital Increase resolved on December 4, 2012 (the ratio against the total number of voting rights, 1,095,302 will be 18.73%).

(Note 1) The total number of voting rights is calculated after deduction of 4,939,887 shares of the shares less than one unit based on the shareholders' register as of September 30 2012, 10,383,000 shares of treasury stocks (except for shares less than one unit) and 75,000 shares of reciprocal holding stocks from 1,140,819,887

shares of the total number of issued shares.

(Note 2) The number of shares to be allotted to Qualcomm Incorporated is calculated by division of 60 million US dollars, the total amount of issue price to be paid by Qualcomm Incorporated into 93.16 yen per 1 US dollar at the closing of Tokyo Foreign Currency Market on March 5, 2013 and the simple average closing price of Sharp's common stocks (the amount below 1 yen is rounded up) on the Tokyo Stock Exchange, Inc. during 20 business days immediately preceding March 5, 2013 (the amount below 1,000 share is rounded down).

However, as mentioned above in "I. Outline of the Capital Alliance," "1. Purpose of and Reason for the Capital Alliance" and "3. (2) Intended Use of Proceeds," the Third Party Allotment Capital Increase will contribute to build up the mutual trust relationship between Sharp and Samsung Electronics toward steady promotion of both companies' alliance and to enhance Sharp's capital adequacy. Furthermore, through appropriation of the proceeds procured from the Third Party Allotment Capital Increase to introduction of new technology for LCDs with high-definition features and investment in regard to rationalization, etc. of manufacturing facilities for mobile devices related LCD such as tablet terminals and notebook computers with high-definition features, Sharp expects this Third Party Allotment Capital Increase will contribute to enhancement of Sharp group's corporate value and shareholders profit in the medium-to long-term. Thereby, Sharp has decided that the number of shares to be issued through the Third Party Allotment Capital Increase and the degree of a dilution of equity are reasonable.

6. Reasons for Selecting the Allottee, etc.

(1) Outline of the Allottee

①	Name	Samsung Electronics Japan Co., Ltd.
②	Location	2-1, Kudankita 4-chome, Chiyoda-ku, Tokyo
③	Name and Title of Representative	Representative Director, Bang Sam Wong
④	Business	Communication infrastructure equipment business, import and sale of mobile terminals, etc.
⑤	Capital Fund	100,000,000 yen
⑥	Date of Establishment	September 2, 2008
⑦	Number of Issued Shares	200,000 shares
⑧	Fiscal Year End	December
⑨	Number of Employees	301 (as of December 31, 2012)
⑩	Main customers	NTT DoCoMo, Inc. , KDDI CORPORATION
⑪	Main financing bank	Bank of Tokyo-Mitsubishi UFJ, Ltd
⑫	Major shareholder and Ratio of Shareholding	Samsung Electronics Asia Holding PTE.LTD. 100%
⑬	Relationships between the parties	
	Capital Relationship	Sharp and the relevant company have no significant capital relationship. In addition, any related parties and affiliates of Sharp and those of the relevant company have no significant capital relationship.
	Personnel Relationship	Sharp and the relevant company have no significant personal relationship. In addition, any related parties and affiliates of Sharp and those of the relevant company have no significant personal relationship.
	Transaction Relationship	Sharp and the relevant company have no significant transaction relationship. Sharp has transaction relationship through supply of LCD panels, etc. with

		Samsung Electronics, the parent company of the relevant company.		
	Status as a Related Party	The relevant company does not belong to Sharp's related parties. In addition, any related parties and affiliates of the relevant company do not belong to any related parties of Sharp.		
⑭ Business Results and Financial Conditions for Previous Three Fiscal Years				
Fiscal Year Ended		December 2010	December 2011	December 2012
Net Assets		3,105	5,647	8,714
Total Assets		26,034	51,429	81,654
Net Assets per Share (Yen)		15,524	28,233	43,568
Sales		76,586	150,601	205,180
Operating Income		3,079	4,490	5,280
Net Income		1,756	2,542	3,067
Net Income per Share of Common Stock(Yen)		8,781	12,709	15,334
Dividend per Share (Yen)		-	-	-

(Unit: Million Yen unless otherwise specified)

(Note) The stocks of Samsung Electronics, the parent company of Samsung Electronics Japan, the Allottee, (i.e. the wholly owning parent company of Samsung Electronics Asia Holding PTE. LTD., which is the wholly owning parent company of Samsung Electronics Japan) are listed in the Korea Exchange, the London Stock Exchange and the Luxembourg Stock Exchange. Sharp confirmed through the representation made by the Allottee and interviews with Samsung Electronics, the parent company of the Allottee that none of the Allottee and its board members and major shareholders has relationship with any antisocial forces. Accordingly, Sharp has determined that none of the Allottee and its board members and major shareholders has relationship with any antisocial forces and submitted the certificate to confirm to that effect to the Tokyo Stock Exchange, Inc. and the Osaka Securities Exchange Co., Ltd.

(2) Reasons for Selecting the Allottee

As to reasons for selecting the Allottee, please refer to the above "1. Purpose of and Reasons for the Capital Alliance" "I. Outline of the Capital Alliance".

(3) Policy of the Allottee for Holding Shares of Sharp

Sharp has received the explanation from the Allottee that the purpose of its capital investment into Sharp is to build up mutual trust relationship toward steady promotion of the alliance with Sharp aiming for a further achievement of complimentary effect on increase in corporate value of both companies in the field of LCD business and for such purpose the Allottee would hold the to-be allotted shares in Sharp as a member of Samsung Electronics.

Sharp will obtain a written confirmation from the Allottee which states that, in the event that all or part of the shares of common stock of Sharp to be allotted are assigned by the Allottee within two years of the day of the allotment, a report on such assignment shall be made to Sharp, and the Allottee will agree that the contents of the relevant report shall be reported by Sharp to the Tokyo Stock Exchange, Inc. and the Osaka Securities Exchange Co., Ltd. and the contents shall be made available to the public.

(4) Contents of Confirmation of Payment Capacity of the Allottee for Payment for Subscription of Shares

Sharp has confirmed that Samsung Electronics Japan, the Allottee, has necessary and sufficient financial capability in consideration of the liquidity of assets owned by Samsung Electronics Japan according to the latest audited balance sheet of the Allottee as of the end of December, 2012 provided in writing by it and the interviews on the contents of such balance sheet with Samsung Electronics, its parent company. Therefore, Sharp has decided that there should be no problem in payment for subscription by Samsung Electronics Japan in respect of the Third Party Allotment Capital Increase.

7. Major Shareholders and Their Shareholding Ratio after Offering

Before Offering (as of December 31, 2012)		After Offering	
Nippon Life Insurance Company	4.88%	Nippon Life Insurance Company	4.73%
Meiji Yasuda Life Insurance Company	4.01%	Meiji Yasuda Life Insurance Company	3.89%
Mizuho Corporate Bank, Ltd.	3.67%	Mizuho Corporate Bank, Ltd.	3.56%
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	3.65%	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	3.54%
Mitsui Sumitomo Insurance Company, Limited	2.69%	Samsung Electronics Japan Co., Ltd.	3.04%
Qualcomm Incorporated	2.64%	Mitsui Sumitomo Insurance Company, Limited	2.61%
Japan Trustee Services Bank, Ltd. (Trust Account)	2.48%	Qualcomm Incorporated	2.56%
SHARP Employee Share-Holding Association	2.45%	Japan Trustee Services Bank, Ltd. (Trust Account)	2.41%
Sompo Japan Insurance Inc.	1.88%	SHARP Employee Share-Holding Association	2.38%
The Master Trust Bank of Japan, Ltd. (Trust Account)	1.79%	Sompo Japan Insurance Inc.	1.83%

(Note) The shareholding ratio before offering is based on the shareholders' register as of September 30 2012, counting in new 30,120,000 shares issued through the First Third Party Allotment Capital Increase resolved on December 4, 2012. And the shareholding ratio after offering is based on the shareholders' register as of September 30 2012, counting in new 30,120,000 shares issued through the First Third Party Allotment Capital Increase resolved on December 4, 2012, and further reflecting changes to be made as a result of this Third Party Allotment Capital Increase on the condition that no payment has been made to subscribe for new shares to be issued according to the Third Party Allotment Capital Increase resolved on March 27, 2012 and the Second Third Party Allotment Capital Increase resolved on December 4, 2012.

8. Future Prospects

The impact of the Capital Alliance on Sharp's consolidated business results for the fiscal year ended March 2013 will be small. The same for the fiscal year ended March 2014 will be reflected into a press release of the relevant business forecast for disclosure purpose. If any event concerning the Capital Alliance required for disclosure arises in future, Sharp will immediately disclose it.

9. Matters concerning Procedures in the Code of Corporate Conduct

Sharp is not required to obtain the opinion of an independent third party or to confirm the intent of each shareholder concerning the Third Party Allotment Capital Increase, as provided for in Rule 432 of the Securities Listing Regulations by

the Tokyo Stock Exchange, Inc., Rule 2 of the Code of Corporate Conduct by Osaka Securities Exchange Co., Ltd., since (i) the dilution rate of the Third Party Allotment Capital Increase is less than 25% and (ii) the Third Party Allotment Capital Increase does not involve any change in the controlling shareholder.

10. Business Results for and Status of Equity Finance Executed in Previous Three Fiscal Years

(1) Business Results for Previous Three Fiscal Years (Consolidated)

Fiscal Year	Ended March 31, 2010	Ended March 31, 2011	Ended March 31, 2012
Sales	2,755,948 million yen	3,021,973 million yen	2,455,850 million yen
Operating Income or Operating Loss (-)	51,903 million yen	78,896 million yen	-37,552million yen
Ordinary Income or Ordinary Loss (-)	30,995 million yen	59,124 million yen	-65,437 million yen
Net Income or Net Loss (-)	4,397 million yen	19,401 million yen	-376,076 million yen
Net Income or Net Loss (-) per Share	4.00 yen	17.63 yen	-341.78 yen
Dividend per Share	17.00 yen	17.00 yen	10.00 yen
Net Assets per Share	949.19 yen	932.46 yen	568.83 yen

(2) Current Number of Issued Shares and Dilutive Shares (as of March 5, 2013)

	Number of Shares	Ratio to Total Number of Issued Shares
Number of Issued Shares	1,140,819,887 shares	100.0%
Number of Dilutive Shares at Current Conversion Price (exercise price)	79,018,964 shares	6.9%
Number of Dilutive Shares at Minimum Conversion Price (exercise price)	—	—
Number of Dilutive Shares at Maximum Conversion Price (exercise price)	—	—

(3) Recent Stock Prices

① Stock Prices for Previous Three Fiscal Years

Fiscal Year	Ended March 31, 2010	Ended March 31, 2011	Ended March 31, 2012
Opening	799yen	1,172 yen	824 yen
High	1,253yen	1,260 yen	842 yen
Low	771 yen	626 yen	467 yen
Closing	1,169 yen	825 yen	604 yen

(Note) All prices indicated above are trading prices on the first section of the Tokyo Stock Exchange.

② Stock Prices for Previous Six Months

	October	November	December	January	February	March
Opening	195 yen	167 yen	170 yen	310 yen	326 yen	295 yen
High	198 yen	181 yen	372 yen	352 yen	357 yen	307 yen
Low	142 yen	147 yen	170 yen	281 yen	286 yen	294 yen
Closing	172 yen	172 yen	303 yen	311 yen	294yen	299 yen

(Note 1) All prices indicated above are trading prices on the first section of the Tokyo Stock Exchange

(Note 2) The stock prices in March 2013 indicated above are the stock prices as of March 5, 2013.

③ Stock Prices on the Business Day Immediately Preceding Date of Resolution Authorizing the Issuance

	As of March 5, 2013
Opening	301 yen
High	302 yen
Low	299 yen
Closing	299 yen

(4) Equity Finance for Previous Three Years

The Third Party Allotment Capital Increase resolved on March 27, 2012 (the payment period: May 31, 2012 to March 26, 2013) was announced on March 27, 2012. However no payment of subscription has been made to this date, and Sharp is still in discussion with the allottee.

In addition, the First Third Party Allotment Capital Increase resolved on December 4, 2012 (the payment date: December 27, 2012) and the Second Third Party Allotment Capital Increase resolved on December 4, 2012 (the payment date: March 29, 2013) were announced on December 4, 2012. However, for the Second Third Party Allotment Capital Increase, Sharp is still in discussion with the allottee.

The contents of each of the above offerings at the time of the respective announcements of the Third Party Allotment Capital Increases are as follows:

< The Third Party Allotment Capital Increase resolved on March 27, 2012 >

Payment Period	May 31, 2012 through March 26, 2013
Amount of Proceeds	66,466,950,000 yen (Estimated net amount after deduction)
Issue Price	550 yen per share
Number of Issued Shares	1,110,699,887 shares
Number of New Shares to be Issued	121,649,000 shares
Total number of issued shares after the offering	1,232,348,887 shares
Expected Allottee	Hon Hai Precision Industry Co., Ltd. 50,000,000 shares FOXCONN TECHNOLOGY Co., Ltd 8,029,000 shares FOXCONN (FAR EAST) Limited 31,143,000 shares Q-Run Holdings Limited 32,477,000 shares
Initial purpose of use of the funds as intended at the time of issue:	Investment in enhancement and rationalization of manufacturing facilities of mobile devices related LCD as well as introduction of new technology for LCD display, etc.
Timing of funds' use as intended at the time of issue:	May 2012 through April 2014
Current status regarding appropriation	Not applicable

< The First Third Party Allotment Capital Increase resolved on December 4, 2012 >

Payment Date	December 27, 2012
Amount of Proceeds	4,711,680,000 yen (Estimated net amount after deduction)
Issue Price	164 yen per share
Number of Issued Shares	1,110,699,887 shares
Number of New Shares to be Issued	30,120,000 shares
Total number of issued shares after the offering	1,140,819,887 shares
Expected Allottee	Qualcomm Incorporated 30,120,000 shares
Initial purpose of use of the funds as intended at the time of issue:	Costs and expenses for development of the next-generation MEMS display and equipment investment for development thereof
Timing of funds' use as intended at the time of issue:	December 2012 through March 2013
Current status regarding appropriation	In accordance with the initial purpose of use, a portion of the proceeds has been appropriated.

< The Second Third Party Allotment Capital Increase resolved on December 4, 2012 >

Payment Date	March 29, 2013
Amount of Proceeds	To be determined
Issue Price	To be determined
Number of Issued Shares	1,110,699,887 shares
Number of New Shares to be Issued	To be determined
Total number of issued shares after the offering	To be determined
Expected Allottee	All new shares to be issued will be allotted to Qualcomm Incorporated
Initial purpose of use of the funds as intended at the time of issue:	Costs and expenses for development of the next-generation MEMS display and equipment investment for development thereof
Timing of funds' use as intended at the time of issue:	April 2013 through September 2014
Current status regarding appropriation	Not applicable

11. Terms and Conditions of Issuance

(1)	Number of New Shares to be issued	35,804,000 shares
(2)	Issue Price	290 yen per share
(3)	Total Amount of Issue Price	10,383,160,000 yen
(4)	Amount of Stated Capital to be Increased	5,191,580,000 yen
(5)	Amount of Additional Paid-in Capital to be Increased	5,191,580,000 yen
(6)	Method of Subscription and Allotment (Expected Allottee)	Third-Party Allotment (Samsung Electronics Japan Co., Ltd. 35,804,000 shares)
(7)	Payment Date	March 28, 2013
(8)	Others	Each of the above is subject to effectuation of the relevant security registration statement pursuant to the Financial Instruments and Exchange Act of Japan.

End