

[Translation]

May 12, 2016

To Whom It May Concern

Company Name: Sharp Corporation
Representative: Kozo Takahashi
(Code No. 6753)

Notice of Recording Valuation Reserve for Inventory Purchase Commitments

Sharp Corporation (“the Company”) announces the recording of the following transaction to its consolidated and non-consolidated financial statements of the fourth quarter ended March 31, 2016.

A decrease in appraisal value of solar cell materials (polysilicon) has resulted in a greater variance between appraisal value and contract purchase prices. Accordingly, the Company has recorded a valuation reserve for inventory purchase commitments of 7,703 million as cost of sales.

Sharp Corporation has reflected the earnings impact of this accounting transaction in *Consolidated Financial Results for the Year Ended March 31, 2016 [Japanese Accounting Standards]* published today.