

June 11, 2019

Company Name: Sharp Corporation
Representative: J.W. Tai
Chairman, President & Chief Executive Officer
(Code No. 6753)

Notice Regarding Determination of Matters Concerning the Acquisition of Treasury Shares (Class A Shares) (Acquisition of Treasury Shares Under the Provisions of the Articles of Incorporation Pursuant to Article 459, Paragraph 1 of the Companies Act) and Cancellation of Treasury Shares (Class A Shares)

Today, Sharp Corporation (hereinafter “Company”) has adopted a resolution for matters concerning the acquisition of all of its Class A Shares (the “Acquisition”) and has entered into an Agreement Concerning the Acquisition of Treasury Shares (the “Agreement”) with Mizuho Bank, Ltd. and MUFG Bank, Ltd., which own the Class A Shares (the “Class A Shareholders”). In addition, the Company has adopted a resolution of cancellation of Treasury Shares (Class A Shares) pursuant to Article 178 of the Companies Act.

1. Reason for the Acquisition of Treasury Shares (Class A Shares)

Class A Shares hold the issues and burdens of (1) the annual preferred dividend rate is at a high level, (2) there is a put option for the Class A Shares with common shares as consideration, which may cause dilution that is not intended by the Company, and (3) there is a put option for the Class A Shares with cash as consideration, and the exercise of such put option could result in a large amount of cash being expended at a time that is not chosen by the Company. Considering such issues and burdens should be resolved at an early stage, and considering our business records as well as capital and financial conditions, after discussions with Class A Shareholders, the Company has acquired 92,000 Class A Shares of the total 200,000 issued Class A Shares as of January 30, 2019 as announced.

Following, the Company has adopted a resolution to acquire the remaining 108,000 shares pursuant to Article 459, Paragraph 1 of the Companies Act based on the price obtained by deducting the paid dividends from the amount equivalent to the issue price, and has reached the Agreement with the Class A Shareholders.

With the Acquisition, the burden of the above preferred dividend and monetary redemption will be resolved. The Company will continue to aim to raise the values of ordinary shares through improvement of business results and strengthening financial positions.

2. Details of Matters Concerning Acquisition of Treasury Shares

(1) Class and Total Number of Shares to Be Acquired

Class A Shares, 108,000 shares

(Reference) Class A Shares as of June 11, 2019

Issued Class A Shares: 108,000 shares

Treasury Shares: 0 shares

(2) Acquisition Price per Share

898,819.90 yen per share

(Note: The Company has obtained from a third-party valuation firm, Nomura Securities Co., Ltd., a report in which the value of the Class A Shares is calculated (the “Valuation Report”). The Company and the Class A Shareholders have negotiated and determined the acquisition price

per Class A Share by comprehensively taking the results of the calculation in the Valuation Report, etc. into consideration.)

(3) Total Amount of the Acquisition Price of Shares

97,072,549,200 yen

(4) Date of Acquisition of Shares

June 21, 2019

(Or else otherwise agreed by document on a separate date with Class A Shareholders)

3. Details of Matters Concerning Cancellation of Treasury Shares

(1) Class and Total Number of Shares to Be Acquired

Class A Shares, 108,000 shares

(2) Date of Cancellation of Shares

June 21, 2019

(Note: The above cancellation will be made under the condition of the Company acquiring 108,000 Class A Shares.)

End