

[Translation]

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

### **Notice Regarding Acquisition of Shares of Fritz Schumacher AG by a Sharp Subsidiary**

Sharp announces that Sharp Electronics (Europe) GmbH (“SEEG”), which is a Sharp subsidiary, has decided to acquire all of the shares of Fritz Schumacher AG (“Schumacher”) and thereby make Schumacher its subsidiary on February 7, 2017 (local time).

#### 1. Background of the share acquisition

Under the new management system established in August 2016, Sharp held up its policy of “One SHARP” aiming to heighten its overall strength by all of its businesses cooperating with each other, and declared its management policy to the effect that Sharp satisfies the expectations of various stakeholders through expanding its business. Furthermore, Sharp established a new corporate motto, “Be Original”, to which Sharp gives the meaning to the effect that it provides each customer with products and services overflowing with Sharp’s originality, inheriting its starting point and founding spirit of “Sincerity and Creativity”. In addition, Sharp performs various reviews in order to increase each business’ profitability, to achieve a surplus as soon as possible to ensure a stable growth trajectory.

Under these circumstances, Sharp has decided that a Sharp subsidiary, SEEG, will acquire all of the shares of Schumacher, which sell copying machines and other products in Switzerland. Since the multifunctional machine market in Switzerland has matured, Sharp strongly believes that acquiring Schumacher (which is a major distributor) and expanding Sharp’s sales network will contribute to enhancing the corporate value of the Sharp group.

#### 2. Outline of the subsidiary

(i) Name	Sharp Electronics (Europe) GmbH
(ii) Location	Nagelsweg 33-35, 20097, Hamburg, Germany
(iii) Title and Name of Representative	Director, Tetsuji Kawamura Director, Hironobu Ito Director, David Woodward
(iv) Details of Business	Holding company
(v) Capital	51,385 thousand EUR

#### 3. Outline of the sub-subsidiary to be changed

(i) Name	Fritz Schumacher AG
(ii) Location	Frohalpstrasse 27, 8038, Zürich, Switzerland
(iii) Title And Name of Representative	Chairman of the Board, Peter Schumacher
(iv) Details of Business	Sale of, provision of maintenance services and the like for copying machines and other products
(v) Capital	300,000 CHF
(vi) Date of Establishment	June 25, 1982
(vii) Major Shareholder and Shareholding Percentage	Peter Schumacher 100%

(viii)	<b>Relationship between the Listed Company and the Relevant Company</b>		
	Capital Relationship	There is no capital relationship that needs to be stated between Sharp and the relevant company. There is no capital relationship that needs to be stated between any related person or related company of Sharp and those of the relevant company.	
	Personnel Relationship	There is no personnel relationship that needs to be stated between Sharp and the relevant company. There is no personnel relationship that needs to be stated between any related person or related company of Sharp and those of the relevant company.	
	Transaction Relationship	There is no transaction relationship that needs to be stated between Sharp and the relevant company. There is no transaction relationship that needs to be stated between any related person or related company of Sharp and those of the relevant company.	
(ix)	<b>Results of Operations and Financial Conditions of the Relevant Company for Previous Three Fiscal Years</b>		
	Fiscal Year Ended	Fiscal year ended December, 2014	Fiscal year ended December, 2015
		Fiscal year ended December, 2016	
	Net Assets	13,024,984 CHF	8,691,983 CHF
	Total Assets	20,283,061 CHF	14,989,343 CHF
	Net Assets per Share	43,417 CHF	28,973 CHF
	Proceeds of Sale	28,817,087 CHF	27,933,240 CHF
	Operating Income	3,055,633 CHF	3,169,445 CHF
	Ordinary Income	3,014,022 CHF	2,971,783 CHF
	Net Income Attributable to Owners of Parent	2,508,570 CHF	2,326,735 CHF
	Net Income per Share	8,362 CHF	7,756 CHF
	Dividend per Share	-	5,000 CHF
			8,750,806 CHF
			15,201,577 CHF
			29,169 CHF
			28,900,113 CHF
			425,317 CHF
			274,351 CHF
			58,822 CHF
			196 CHF
			500 CHF

### 3. Outline of the other party to the share acquisition

(i)	Name	Peter Schumacher (individual)
(ii)	Address	Wollerau, Schwyz, Switzerland
(iii)	Relationship between the Listed Company and the Individual	There is no relationship that needs to be stated between Sharp and the relevant individual.

### 4. Number of acquired shares, acquisition price, and number of shares held and the status of the percentage of voting rights before and after the acquisition

- (1) Number of shares held prior to the acquisition  
0 share (percentage of voting rights of SEEG: 0%)
- (2) Number of shares to be acquired and the acquisition price  
300 shares (17,200 thousand CHF)
- (3) Number of shares to be held after the acquisition  
300 shares (percentage of voting rights of SEEG: 100%)

### 5. Schedule (local time)

- (1) Date of decision February 7, 2017
- (2) Date of payment and share transfer February 8, 2017 (to be fixed)

6. Future outlook

The impact of this transaction on Sharp's results will be minor.

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