

[Translation]

February 4, 2016

To whom it may concern:

Company name:	Sharp Corporation
Name of representative:	Kozo Takahashi President & Director (Code: 6753)

**Notice regarding Recording of Non-operating Expenses for Payment of Settlement**

Sharp Corporation (hereinafter “Sharp”) hereby announces that it recorded incurred expenses concerning dealing with problems of products sold by Sharp as non-operating expenses in its consolidated financial results for the third quarter ended December 31, 2015 (October 1, 2015, to December 31, 2015) as follows.

1. Outline of non-operating expenses

Sharp received a demand from a company having a business relationship with Sharp’s “Electronic Components and Devices” business segment to pay expenses for damages arising from problems of products that Sharp sold for the company. The Board of Directors meeting held today resolved that Sharp will pay the sum of ¥1,960 million to the company as the conclusive settlement.

Due to the agreement concerning a settlement, Sharp refrains from disclosing the details.
2. Impact on financial results

With regard to the expenses incurred by the settlement (¥1,960 million), the same amount was recorded as non-operating expenses in the consolidated financial results and the individual financial results for the third quarter ended December 31, 2015, and reflected in “Consolidated Financial Results for the Third Quarter Ended December 31, 2015” announced today.

The consolidated financial results forecast for the year ending March 31, 2016, will be announced once it becomes possible to reasonably estimate the forecast by the materialization of the structural reforms currently under consideration or in progress.

End