May 12, 2016

To Whom It May Concern

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

Notice Regarding Impairment of Deferred Tax Assets at a Chinese Manufacturing Subsidiary

Sharp Corporation ("the Company") has announced the recording of the following accounting transaction to its consolidated financial statements for the fourth quarter of the fiscal year ended March 2016.

A manufacturing subsidiary in China (Nanjing Sharp Electronics Co., Ltd ("NSEC")) has assessed the realizability of its deferred tax assets, based on future earnings trends and other factors. As a result, NSEC recorded impairment of deferred tax assets, in the amount of 3,506 million yen as income taxes - deferred.

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