

November 2, 2018

Company name: Morinaga Milk Industry Co., Ltd.
5-33-1 Shiba, Minato-ku, Tokyo
Representative: Michio Miyahara,
President & Representative Director
(Code: 2264 First Section of the Tokyo Stock Exchange)

Notice Regarding Decisions on Matters Pertaining to Acquisition of Treasury Stock
(Acquisition of Treasury Stock from Subsidiary Pursuant to Provisions of Article 163 of the
Companies Act)

Morinaga Milk Industry Co., Ltd. (hereafter “the Company”) hereby announces that, at its meeting held on November 2, 2018, the Board of Directors has resolved to acquire a subsidiary’s holdings of the Company’s shares (treasury stock), as follows, under the provisions of Article 156 of the Companies Act, as applied pursuant to the provisions of Article 163 of the Companies Act.

1. Reason for the acquisition of treasury stock

The Company will acquire its subsidiary’s holdings of the Company’s common stock, pursuant to the provisions of Article 135, Paragraph 3 of the Companies Act.

2. Matters related to the purchase

- (i) Class of shares to be acquired: Common stock of the Company
- (ii) Total number of shares to be acquired: 11,200 shares
(0.02% of the total number of shares issued and outstanding, excluding treasury stock)
- (iii) Total cost of acquisition: 34,664,000 yen
(The total cost of acquisition was calculated using the Tokyo Stock Exchange’s closing price of the Company’s common stock on November 1, 2018, multiplied by 11,200 shares)
- (iv) Scheduled date of acquisition: November 2, 2018 (contract date)
November 9, 2018 (scheduled date of transfer)
- (v) Method of acquisition: Negotiated transaction

3. Overview of subsidiary from which shares are to be acquired

- (i) Company name: SUNFCO LTD.
- (ii) Representative: Shoji Wakao, President & CEO
- (iii) Address: 1-8-3, Kaji-cho, Chiyoda-Ku, Tokyo

- (iv) Paid-in capital: 50 million yen
- (v) Main business: Sales of foodstuffs, pharmaceutical products, chemical products and various raw materials

(Reference) Treasury stock holdings as of September 30, 2018

Total number of shares issued and outstanding

(excluding treasury stock): 49,487,335 shares

Number of treasury stock shares: 322,708 shares

Disclaimer: This English translation is provided for the benefit of readers. In the case that discrepancies exist between the original Japanese version and the English translation, precedence goes to the original Japanese version.