

To whom it may concern:

Company Name Corporate Representative	TOHO HOLDINGS CO., LTD. Norio Hamada, President and Representative Director (First Section of Tokyo Stock Exchange Securities Code:8129)
Contact:	Makoto Kawamura, Corporate Officer, Joint General Manager, Corporate Planning Division and General Manager, Public and Investor Relations Office (TEL: 03-6838-2803)

Notice Regarding Determination of Stock Swap Ratio through a Simplified Stock Swap

TOHO HOLDINGS CO., LTD. (Headquarters: Tokyo; President and Representative Director: Norio Hamada; hereinafter, “TOHO HOLDINGS”) is pleased to announce that it has calculated and determined a stock swap ratio based on a stock swap agreement (hereinafter, the “stock swap agreement”) executed on May 26, 2016 regarding a simplified stock swap (hereinafter, the “stockswap”) announced on July 1, 2016, by which TOHO HOLDINGS would become the sole parent company and TAISYODO CO., LTD. (Headquarters: Shiga Prefecture; President and Representative Director: Ryuichi Tomioka; hereinafter, “TAISYODO”) would become the wholly-owned subsidiary.

1. Stock swap ratio

	TOHO HOLDINGS (Parent Company)	TAISYODO (Wholly-owned subsidiary)
Stock Swap Ratio	1	10.51

2. Stock allocation

For every 1 share of TAISYODO common stock, 10.51 shares of TOHO HOLDINGS common stock will be allocated.

3. Number of shares to be allocated for the stock swap

The number of common stocks to be issued by TOHO HOLDINGS for the stock swap will be 140,518 shares. TOHO HOLDINGS plans to appropriate its treasury stocks to all number of common stocks to be allocated.

4. Basis for determining the stock swap ratio

(1) Calculation method

The stock swap ratio is calculated in accordance with the stock swap agreement as below.

Stock swap ratio (※1) = stock evaluation per 1 share of TAISYODO / TOHO HOLDINGS common stock price (※2)

(※1) The stock swap ratio shall be calculated to the third decimal place and rounded off to the third decimal place.

(※2) “TOHO HOLDINGS common stock price” is the closing price of TOHO HOLDINGS common stock at the First Section of Tokyo Stock Exchange on September 30, 2016.

(2) Calculation result

Stock evaluation per 1 share of TAISYODO = 300 million yen / TAISYODO's total number of shares
13,370 shares = 22,438 yen

TOHO HOLDINGS common stock price = 2,135 yen

Stock swap ratio = 22,438 yen / 2,135 yen = 10.509 ≒ 10.51