



May 12, 2017

**For Immediate Release**

**Ryosan Company, Limited**

Representative: Naoto Mimatsu,

Representative Director, President

Listing Code No.: 8140

Listing: First Section, Tokyo Stock Exchange

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**Notice Concerning Cancellation of Treasury Shares**

(Cancellation of Treasury Shares According to Regulations of Article 178 of the Companies Act)

As stated in the “Notice Concerning Second Round of Additional Measures to Improve Capital Efficiency Included in the 9th Medium-Term Business Plan”, Ryosan Company, Limited (“the Company”) hereby announces that the Board of Directors resolved at the meeting held today, to cancel treasury shares in accordance with Article 178 of the Companies Act.

- |                                     |   |   |
|-------------------------------------|---|---|
| 1. Class of stock to be cancelled   | : | Common stock  |
| 2. Number of shares to be cancelled | : | 3,000,000 shares<br>(Ratio to the issued shares before cancellation: 9.52%) |
| 3. Scheduled date of cancellation   | : | May 31, 2017  |

Reference

1. The total number of issued shares after cancellation shall be 28,500,000.
2. The number of treasury shares after cancellation is expected to be 402,428.

Note: The expected number above was calculated based on the number of treasury shares as of March 31, 2017.