

November 9, 2015

To All Persons Concerned

Name of Public Listed Company: SHINKAWA LTD.  
President and CEO, Representative Director: Takashi Nagano  
(Company Code of Tokyo Stock Exchange 1<sup>st</sup> Section: 6274)  
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## Notice of Posting of Non-operating Expenses (Foreign Exchange Losses)

SHINKAWA LTD. announces posting of non-operating expenses (foreign exchange losses) for the first half of the fiscal year ending March 31, 2016.

### 1. Details of Non-operating Expenses (Foreign Exchange Losses)

The Company posted a foreign exchange loss of 11 million yen as a non-operating expense in the first quarter of the fiscal year ending March 31, 2016 (April 1, 2015 to June 30, 2015). Meanwhile, the recent fluctuation of the exchange rates resulted in a foreign exchange loss of 262 million yen in the second quarter of the fiscal year ending March 31, 2016 (July 1, 2015 to September 30, 2015). Therefore, the Company has posted a foreign exchange loss of 273 million yen as a non-operating expense in the first half of the fiscal year ending March 31, 2016 (April 1, 2015 to September 30, 2015).

The above foreign exchange losses mainly occurred due to the revaluation of Company assets affected by the rate of exchange, at the end of the first half of the fiscal year ending March 31, 2016. The total amount of the foreign exchange gain or loss may fluctuate according to the future situation of the foreign exchange market.

### 2. Effect on the Business Results

Please refer to the “Consolidated Financial Results for the Six Months of the Fiscal Year Ending March 31, 2016” released on November 9, 2015 for the above-mentioned non-operating expenses (foreign exchange losses).