

JAFCO Co., Ltd.
1-23-1 Toranomom, Minato-ku,
Tokyo 105-6324 Japan
<http://www.jafco.co.jp/english/>

Contact: Investor Relations
Tel: +81-50-3734-2025
ir@jafco.co.jp

March 14, 2018

Announcement Regarding Gain on Sales of Investment Securities (Recorded as Extraordinary Income)

JAFCO Co., Ltd. hereby informs that it expects to record gain on sales of investment securities (extraordinary income) as a result of the sale of its entire holdings in Asahi Fire & Marine Insurance (“Asahi Fire”) as shown below.

1. Details of the sale of investment securities

Type of stock:	Common stock of Asahi Fire
No. of shares sold:	673,500 shares
Gain on the sale:	¥1,199 million

2. Fiscal year in which the gain from the sale on investment securities is recorded

Fiscal year ending March 31, 2018

3. Reason for the sale of investment securities

Following careful examination of the details of the tender offer for Asahi Fire made by Rakuten (the “Tender Offer”), we judged that the offer price and other conditions were adequate. As a result, and also because Asahi Fire’s Board of Directors had expressed affirmative response, we decided to participate in the Tender Offer.