

Note: This document is a summary translation of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Securities Code: 8379

June 6, 2018

To Our Shareholders:

Koji Ikeda
President
Hiroshima Bank, Ltd.
3-8, Kamiya-cho 1-chome, Naka-ku, Hiroshima

Notice of the 107th Annual General Meeting of Shareholders

You are cordially invited to attend the 107th Annual General Meeting of Shareholders of Hiroshima Bank, Ltd. (the “Bank”), which will be held as indicated below.

If you are unable to attend the meeting in person, you may exercise your voting rights in writing or via the Internet. Please review the attached Reference Documents for the General Meeting of Shareholders and exercise your voting rights by 5:00 p.m. on Tuesday, June 26, 2018 (JST) in the manner described hereafter.

* “Procedures for exercise of voting rights via the Internet” is omitted from the English translation.

- 1. Date and Time:** Wednesday, June 27, 2018, at 10:00 a.m.
- 2. Venue:** Conference room, 7th floor, Temporary Head office of the Bank
1-7, Nishi-kaniya 1-chome, Minami-ku, Hiroshima
* The venue for the General Meeting of Shareholders has changed from that of last year. Please refer to the venue map at the end of this Notice when coming to the venue.

3. Purposes of the Meeting:

Matters to be reported

The business report, the non-consolidated financial statements and the consolidated financial statements for the 107th fiscal year (from April 1, 2017 to March 31, 2018), and the results of audits of the consolidated financial statements by the accounting auditor and the Audit & Supervisory Board

Matters to be resolved

- Proposal No. 1:** Appropriation of Surplus
Proposal No. 2: Election of Ten (10) Directors

Reference Documents for the General Meeting of Shareholders

Proposal No. 1: Appropriation of Surplus

The Bank appropriates the surplus with due care taken to returning profit to its shareholders and enhancing internal reserves, paying out, in addition to “stable dividends,” “performance-based dividends” that reflect the result of such net income as attributable to the parent company shareholders.

Accordingly, the Bank proposes to pay year-end dividends for the 107th fiscal year and appropriate surplus as follows:

1. Year-end dividends

(1) Allotment of assets to apply to dividend, and the kind and total amount thereof

The Bank proposes to pay a dividend of ¥9 in cash per share of the Bank’s common stock.

The total amount of dividends will be ¥2,809,361,979.

(2) Effective date of dividend distribution (starting date of dividend payment)

June 28, 2018.

2. Appropriation of surplus

(1) Account of surplus to increase and amount of increase

Voluntary reserve: ¥21,000,000,000

(2) Account of surplus to decrease and amount of decrease

Earned surplus brought forward: ¥21,000,000,000

Proposal No. 2: Election of Ten (10) Directors

From among all ten (10) Directors, one (1) will resign on June 24, 2018, and the terms of office of nine (9) will expire at the conclusion of this meeting. Therefore, the Bank proposes to elect ten (10) Directors.

The candidates for Director are as follows:

| Candidate No. | Name | Current Position in the Bank |
|---------------|---|--|
| 1 | (To be reappointed) Koji Ikeda | President (Representative Director) |
| 2 | (To be reappointed) Toshio Heya | Director & Managing Executive Officer |
| 3 | (To be reappointed) Tohru Hirota | Director & Senior Managing Executive Officer |
| 4 | (To be reappointed) Yusou Araki | Director & Managing Executive Officer |
| 5 | (To be newly appointed) Yasushi Kojiri | Managing Executive Officer |
| 6 | (To be newly appointed) Katsuhiko Nakama | Executive Officer |
| 7 | (To be newly appointed) Akira Maeda | Executive Officer |
| 8 | (To be reappointed, candidate for External Director) Masahiro Sumikawa | External Director |
| 9 | (To be reappointed, candidate for External Director) Kaori Maeda | External Director |
| 10 | (To be reappointed, candidate for External Director) Satoshi Miura | External Director |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | Number of the Bank's Shares Owned |
|---------------|--|--|-----------------------------------|
| 1 | Koji Ikeda (September 3, 1953) (To be reappointed) | Apr. 1977 Joined the Bank Apr. 2006 Executive Officer, General Manager of Fukuyama Office Apr. 2008 Managing Executive Officer, General Manager of Fukuyama Office Apr. 2009 Managing Executive Officer, General Manager of Management Planning Division Jun. 2009 Managing Director, General Manager of Management Planning Division Apr. 2011 Managing Director Jun. 2012 President (Representative Director) In charge of Secretariat Department and Tokyo Liaison Office (To the present) | 12,700 shares |
| | (Reasons for the nomination as Director) As a member of the Group since 1977, he has worked mainly in the sales divisions and planning divisions, and has rich operational experience and expertise in all areas of operations. He also has rich management experience, serving as President (Representative Director) of the Bank for six years. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | | Number of the Bank's Shares Owned |
|--|--|---|--|--|
| 2 | Toshio Heya (May 1, 1960) (To be reappointed) | Apr. 1983 | Joined the Bank | 6,161 shares |
| | | Apr. 2008 | General Manager of Hiroshima Higashi Branch | |
| | | Apr. 2011 | General Manager of Management Planning Division | |
| | | Apr. 2013 | Executive Officer, General Manager of Banking Division, Head Office | |
| | | Apr. 2015 | Managing Executive Officer, General Manager of Banking Division, Head Office | |
| | | Apr. 2016 | Managing Executive Officer | |
| | | Jun. 2016 | Director & Managing Executive Officer | |
| | | Jun. 2017 | Director & Managing Executive Officer In charge of Management Planning Division, Banking Operation Management Division and Information Technology Planning & Administration Division | |
| | | | (To the present) | |
| (Reasons for the nomination as Director) As a member of the Group since 1983, he has worked mainly in the sales divisions and planning divisions, and has rich operational experience and expertise in all areas of operations. He also has rich management experience as a Director of the Bank. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |
| 3 | Tohru Hirota (January 8, 1958) (To be reappointed) | Apr. 1981 | Joined the Bank | 3,472 shares |
| | | Apr. 2008 | General Manager of Otemachi Branch | |
| | | Apr. 2010 | Executive Officer, General Manager of Imabari Branch | |
| | | Apr. 2012 | Managing Executive Officer, General Manager of Imabari Branch | |
| | | Apr. 2013 | Managing Executive Officer | |
| | | Jun. 2013 | Managing Director, General Manager of Eastern Area Headquarters | |
| | | Apr. 2015 | Managing Director | |
| | | Jun. 2015 | Director & Senior Managing Executive Officer | |
| | | Apr. 2017 | Director & Senior Managing Executive Officer In charge of Banking Business Planning Division, Investment Planning Division and Public Services Business Division | |
| | | | (To the present) | |
| (Reasons for the nomination as Director) As a member of the Group since 1981, he has worked mainly in the sales divisions, and has rich operational experience and expertise in all areas of operations. He also has rich management experience as a Director of the Bank. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | | Number of the Bank's Shares Owned |
|---|---|---|--|--|
| 4 | Yusou Araki (October 30, 1959) (To be reappointed) | Apr. 1983 | Joined the Bank | 4,100 shares |
| | | Apr. 2006 | General Manager of Itsukaichi Yahata Branch | |
| | | Apr. 2008 | General Manager of Investment Banking Division and Financial Service Department | |
| | | Apr. 2009 | General Manager of Banking Business Planning Division | |
| | | Apr. 2010 | General Manager of Personnel & General Affairs Division | |
| | | Apr. 2013 | Executive Officer, General Manager of Kure Branch and Kure City Hall Sub-branch | |
| | | Apr. 2015 | Managing Executive Officer, Chief Area Officer | |
| | | Apr. 2017 | Managing Executive Officer | |
| | | Jun. 2017 | Director, Managing Executive Officer, In charge of Compliance Management Division, Personnel & General Affairs Division and Risk Management Division (To the present) | |
| (Reasons for the nomination as Director) As a member of the Group since 1983, he has worked mainly in the personnel divisions and the sales divisions, and has rich operational experience and expertise in all areas of operations. He also has rich management experience as a Director of the Bank. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |
| 5 | Yasushi Kojiri (May 14, 1961) (To be newly appointed) | Apr. 1984 | Joined the Bank | 7,200 shares |
| | | Jul. 2010 | Division General Manager in charge of Personnel & General Affairs Division | |
| | | Apr. 2011 | General Manager of Hiroshima Higashi Branch | |
| | | Apr. 2013 | General Manager of Personnel & General Affairs Division | |
| | | Apr. 2015 | Executive Officer, General Manager of Tokyo Branch | |
| | | Apr. 2017 | Managing Executive Officer, General Manager of Tokyo Branch | |
| | | Apr. 2018 | Managing Executive Officer (Assistant to the person in charge of Risk Management Division) (To the present) | |
| (Reasons for the nomination as Director) As a member of the Group since 1984, he has worked mainly in the personnel divisions and the sales divisions, and has rich operational experience and expertise in all areas of operations. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | | Number of the Bank's Shares Owned |
|--|--|---|---|--|
| 6 | Katsuhiko Nakama (August 21, 1961) (To be newly appointed) | Apr. 1985 | Joined the Bank | 1,400 shares |
| | | Oct. 2008 | Principal Examiner, the First Credit Supervising Division | |
| | | Apr. 2012 | General Manager of Compliance Management Division | |
| | | Apr. 2013 | General Manager, the First Credit Supervising Division | |
| | | Apr. 2015 | General Manager, Credit Supervising Division | |
| | | Apr. 2016 | Executive Officer, General Manager of Onomichi Branch | |
| | | Apr. 2018 | Executive Officer, (Assistant to the person in charge of Compliance Management Division) (To the present) | |
| (Reasons for the nomination as Director) As a member of the Group since 1985, he has worked mainly in the compliance divisions and the credit divisions, and has rich operational experience and expertise in all areas of operations. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |
| 7 | Akira Maeda (November 14, 1962) (To be newly appointed) | Apr. 1985 | Joined the Bank | 1,900 shares |
| | | Apr. 2008 | Division General Manager in charge of Management Planning Division | |
| | | Oct. 2008 | General Manager of Niihama Branch | |
| | | Apr. 2011 | General Manager, Personal Banking Division | |
| | | Apr. 2013 | General Manager, Management Planning Division | |
| | | Apr. 2016 | Executive Officer, in charge of Investment Banking Division and International Business Division (To the present) | |
| | | | | |
| (Reasons for the nomination as Director) As a member of the Group since 1985, he has worked mainly in the international divisions and planning divisions, and has rich operational experience and expertise in all areas of operations. The Bank nominates him as candidate for Director, because it believes he will utilize that experience and knowledge on the Bank's Board of Directors to enhance the effectiveness of its decision-making function and oversight function. | | | | |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | | Number of the Bank's Shares Owned |
|---------------|---|---|---|--|
| 8 | Masahiro Sumikawa (November 26, 1948) (To be reappointed, External Director, Independent Officer) | Apr. 1972 | Joined the Bank of Japan | 5,800 shares |
| | | May 2000 | General Manager of Hiroshima Branch, the Bank of Japan | |
| | | Jun. 2002 | Director-General of Information Service Department, the Bank of Japan | |
| | | Apr. 2003 | Joined The Tokyo Tomin Bank, Limited, Advisor | |
| | | Jun. 2003 | Managing Director of The Tokyo Tomin Bank, Limited | |
| | | Jun. 2004 | Senior Managing Director of The Tokyo Tomin Bank, Limited | |
| | | Jun. 2010 | Advisor of The Tokyo Tomin Bank, Limited, Representative Director and Chairman of Tomin Management Research Institute Co., Ltd. | |
| | | Apr. 2011 | Joined American Family Life Assurance Company of Columbus, Senior Advisor | |
| | | Jun. 2013 | Director of the Bank (To the present) | |
| | (Reasons for the nomination as External Director) He has experience in the control of operational execution as a corporate manager, having been a General Manager of a branch at the Bank of Japan and involved in the management of a regional financial institution. He has been an External Director of the Bank since 2013, and the Bank nominates him as candidate for External Director, because it believes he will continue to utilize his rich experience and broad insight on the Bank's Board of Directors to contribute to enhancing the effectiveness of its decision-making function and oversight function from a position independent of the Bank's management team. | | | |
| 9 | Kaori Maeda (June 22, 1959) (To be reappointed, External Director, Independent Officer) | Apr. 1982 | Assistant at Faculty of Engineering, Hiroshima University | 3,300 shares |
| | | Apr. 1990 | Radiation Effects Research Foundation | |
| | | Jun. 1994 | Assistant at Department of Computer and Network Engineering, Faculty of Information Sciences, Hiroshima City University | |
| | | Apr. 1996 | Lecturer at Information Processing Center, Hiroshima City University | |
| | | Jul. 2000 | Assistant Professor at Information Processing Center, Hiroshima City University | |
| | | Apr. 2007 | Professor at Graduate School of Information Sciences, Hiroshima City University (current position) | |
| | | Jun. 2015 | Director of the Bank (To the present) | |
| | | (Reasons for the nomination as External Director) She has experience as a scholar in the IT field, as well as broad knowledge and high-level insight. She has not been involved in the management of a company in the past aside from being an External Director, but has served as an External Director of the Bank since 2015. The Bank nominates her as candidate for External Director, because it believes she will continue to utilize her rich experience and broad insight as an IT expert on the Bank's Board of Directors to contribute to enhancing the effectiveness of its decision-making function and oversight function from a position independent of the Bank's management team. | | |

| Candidate No. | Name (Date of Birth) | Career Summary, and Position and Responsibility in the Bank (Significant Concurrent Positions) | Number of the Bank's Shares Owned |
|--|---|--|--|
| 10 | Satoshi Miura (April 3, 1944) (To be reappointed, External Director, Independent Officer) | <p>Apr. 1967 Joined Nippon Telegraph and Telephone Public Corporation</p> <p>Jun. 1996 Member of the Board and Vice President of the Personnel Department of Nippon Telegraph and Telephone Corporation</p> <p>Jun. 1998 Executive Vice President and Vice President of the Personnel Industrial Relations Department of Nippon Telegraph and Telephone Corporation</p> <p>Jun. 2002 President of Nippon Telegraph and Telephone East Corporation</p> <p>Jun. 2007 President of Nippon Telegraph and Telephone Corporation</p> <p>Jun. 2012 Chairman of the Board of Nippon Telegraph and Telephone Corporation (current position)</p> <p>Jun. 2016 Director of the Bank (To the present)</p> <p>(Significant Concurrent Positions outside the Bank) Chairman of the Board of Nippon Telegraph and Telephone Corporation External Director of Nippon Life Insurance Company</p> | 2,100 shares |
| <p>(Reasons for the nomination as External Director)</p> <p>He has experience in the control of operational execution as a corporate manager, having been involved in management as President as well as Chairman of the Board of Nippon Telegraph and Telephone Corporation. He has served as an External Director of the Bank since 2016. The Bank nominates him as candidate for External Director, because it believes he will continue to utilize his rich experience and broad insight on the Bank's Board of Directors to contribute to enhancing the effectiveness of its decision-making function and oversight function from a position independent of the Bank's management team.</p> | | | |

Notes: 1. Neither any of the candidates nor the Bank has any special interest in the other.

2. Mr. Masahiro Sumikawa, Ms. Kaori Maeda and Mr. Satoshi Miura are candidates for External Director.
3. At the conclusion of this meeting, Mr. Masahiro Sumikawa's tenure as External Director of the Bank will have been five (5) years. At the conclusion of this meeting, Ms. Kaori Maeda's tenure as External Director of the Bank will have been three (3) years. At the conclusion of this meeting, Mr. Satoshi Miura's tenure as External Director of the Bank will have been two (2) years.
4. The Bank has submitted notification to Tokyo Stock Exchange, Inc. that Mr. Masahiro Sumikawa, Ms. Kaori Maeda and Mr. Satoshi Miura have been appointed as independent officers as stipulated by the exchange.
5. The name of Ms. Kaori Maeda is indicated as above, being so renowned by such name, but her name appearing on the family register is Kaori Aibara.