



February 2nd 2017

Immediate Release

JIS TO ACQUIRE CLASS-A SHARES ISSUED BY NIPPON SHEET GLASS

Japan Industrial Solutions ("JIS") is pleased to announce today that we have entered into a subscription agreement to acquire Class-A Shares issued by Nippon Sheet Glass CO., Ltd. (TSE: 5202, "NSG"), through its investment vehicle, Japan Industrial Solutions Fund II.

NSG is a leading Company of architectural and automotive glass with global footprints. NSG launched its Medium-term Plan ("MTP") in May 2014 based on its Long-term Strategic Vision of transforming itself into a VA* Glass Company (*"VA" : value-added). However, mainly due to the major changes in its global operating environment, NSG announced that they had designated the three-year period from FY2018 (which means the fiscal year ending March 31st 2018) to FY2020 as the "Medium-term Plan Phase 2 ("MTP Phase 2") to execute measures to achieve the MTP financial targets.

Meanwhile, NSG has recognized that it was important to enhance and make their balance sheet capable of withstanding volatilities in the environment, and has believed it was necessary and appropriate for NSG to procure equity funding so that they can bring forward the enhancement of shareholders' equity and achieve a stable financial base. For the reason, NSG has entered into subscription agreement today with JIS, UDS III Corporate Mezzanine Limited Partnership and UDS IV Corporate Mezzanine Limited Partnership on the issuance of Class-A shares for a total of 40 billion yen to increase the capital of NSG.

Board of Directors of NSG have passed a resolution today to issue new shares, and JIS has entered into an agreement with NSG to purchase 20,000 Class-A Preferred Shares for an amount of 20 billion yen. Completion of the investment is expected on March 31st 2017, and is subject to customary closing conditions.

JIS aims to enhance global competitiveness and corporate value of Japanese firms and thus contribute to the recovery of the Japanese economy, by providing concrete solutions through supporting consolidations and turnarounds of businesses. Although NSG, as a pioneer ahead of Japanese companies, has thrived to expand its business globally as its pillar of growth, its progress has been hindered by major changes in economic environment. JIS's acquisition of Class-A shares of NSG will support NSG to build a foundation for sustainable growth as a truly globalized glass manufacturer with its execution of the MTP Phase 2. At the same time, the acquisition will contribute to the revitalizing and strengthening Japanese industry through the support of NSG in implementing its strategies.