

May 7, 2018

FOR IMMEDIATE RELEASE

Furusato Industries, Ltd.

Notice Regarding Partial Amendment to the Articles of Incorporation

Furusato Industries, Ltd. has announced today that at the meeting of Board of Directors held on May 7, 2018, it was resolved that the following amendment to the Articles of Incorporation will be discussed at the 60th Ordinary General Meeting of Shareholders to be convened on June 27, 2018.

1. Reason for the amendment

Due to the change in the number of item in Article 329 of the Companies Act, following enforcement of “The Act for Partial Amendment of the Companies Act” (Law No. 90, 2014) on May 1, 2015, a corresponding change is to be made to Article 28 “Election of Corporate Auditors”, Paragraph 3.

2. Details of the amendment

Details of the proposed amendment is as follows.

3. Schedule

Date of the Ordinary General Meeting of Shareholders for the proposed amendment to Article of Incorporation

June 27, 2018 (Wednesday)

Effective date of the amendment

June 27, 2018 (Wednesday)

(Underlined part indicates amendment)

Existing Articles of Incorporation	Proposed amendments
(Election of Corporate Auditors) Article 28. Corporate auditors shall be elected at a General Meeting of Shareholders. 2. (Omitted) 3. Pursuant to Article 329, <u>Paragraph 2</u> of the Companies Act, the Company may elect a substitute corporate auditor by the resolution of a General Meeting of Shareholders in case the number of corporate auditors falls short of the number stipulated in laws and regulations. 4. (Omitted)	(Election of Corporate Auditors) Article 28. Corporate auditors shall be elected at a General Meeting of Shareholders. 2. (The same as the current provision) 3. Pursuant to Article 329, <u>Paragraph 3</u> of the Companies Act, the Company may elect a substitute corporate auditor by the resolution of a General Meeting of Shareholders in case the number of corporate auditors falls short of the number stipulated in laws and regulations. 4. (The same as the current provision)