

**SHIMA SEIKI MFG., LTD.**

Representative: Mitsuhiro Shima, President

Code number: 6222

Stock listings: Tokyo Stock Exchange (1<sup>st</sup> section)

*Notice Regarding Acquisition of Treasury Shares through  
Off-Auction Own Shares Repurchase Trading System (ToSTNeT-3)*

SHIMA SEIKI MFG., LTD. (the "Company") has resolved to acquire treasury shares at the Board of Directors meeting held on October 31, 2019, as per Article 156 of the Companies Act as replaced by Article 165 (3) of the same Act.

The Company hereby announces that it has decided the specific procedure for a part of the acquisition as follows:

Notes

1. Procedure

The Company will entrust the acquisition of Treasury Shares at the closing stock price of 2,615 yen on October 31, 2019, through the off-auction own shares repurchase trading system of the Tokyo Stock Exchange (ToSTNeT-3) at 8:45 a.m. on November 1, 2019 (No changes in the trading procedure or trading time will be made). This acquisition order will be valid only at the trading time mentioned above.

2. Matters pertaining to the acquisition

- |  |   |
|--|---|
| (1) Types of shares to acquire                     | Common shares of the Company  |
| (2) Total number of shares to acquire              | 500,000 shares (maximum)<br>(Percent of number of shares outstanding (excluding treasury shares) 1.41%) |
| (3) Total cost of share acquisition                | 1,307,500,000 yen (maximum)   |
| (4) Announcement of the result of the acquisition: |   |

The results of the acquisition will be announced after the close of trading at 8:45 a.m. on November 1, 2019

(Note 1) The number of shares to acquire will not be changed. Depending on market conditions, however, a part or all of the shares may not be acquired.

(Note 2) The acquisition will be made based on selling orders corresponding to the number of shares to be acquired.

(Reference) The matters for resolution at the Board of Directors meeting held on October 31, 2019

- |                                |                              |
|--------------------------------|------------------------------|
| (1) Types of shares to acquire | Common shares of the Company |
|--------------------------------|------------------------------|

- (2) Total number of shares to acquire      One million shares (maximum)  
(Percent of number of shares outstanding (excluding treasury shares) 2.82%)
- (3) Total cost of share acquisition      Three billion yen (maximum)
- (4) Period of share acquisition      November 1, 2019, to February 28, 2020
- (5) Acquisition method      ① ToSTNeT-3 (Tokyo Stock Exchange Trading Network System)  
② Purchased via the Tokyo Stock Exchange