



November 9, 2017

Listed Company Name	TACHI-S CO., LTD.
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Announcement of Recording of Extraordinary Income from Stock Transfer of an Equity Method Affiliated Company

As announced in “Announcement of Contract for Stock Acquisition (Subsidiary Acquisition) of Successor Company After Absorption-Type Split of Fuji Kiko Co., Ltd.’s Seat Business” on April 28, 2017, TACHI-S CO., LTD. (the “Company”) plans to transfer all shares held of Fuji Kiko Co., Ltd., which is an equity method affiliated company, in response to JTEKT Corporation’s takeover bid of Fuji Kiko Co., Ltd.

Accordingly, it is anticipated that extraordinary income will be recorded for the third quarter of FY2017, on both a consolidated and an individual basis. Details are as follows.

1. Outline of stock transfer

- (1) Shares to be transferred: Fuji Kiko Co., Ltd.
- (2) Number of shares to be transferred: 12,979,000 shares (-% of shares held after transfer)
- (3) Transfer method, etc.: Transfer due to selling in response to takeover bid
Purchase period: November 1, 2017 to December 14, 2017
Settlement commencement date: December 21, 2017

2. Purpose of stock transfer

The Company acquired all stock of TF-METAL Co., Ltd, which was the successor company after an absorption-type split of Fuji Kiko Co., Ltd.’s seat business as of October 2, 2017, in order to further enhance its competitiveness as a specialist manufacturer of seat for automobiles, and acquired it as a subsidiary.

However, Fuji Kiko Co. Ltd.’s remaining steering column business and powertrain business have no relevance to the Company’s business, and the Company has decided to transfer them in response to a takeover bid by JTEKT Corporation, which expects the takeover to have a synergistic effect on its businesses in the same fields.

3. Effect on results

It is anticipated that this share transfer will cause us to record a gain on sales of shares of subsidiaries and associates as extraordinary income of 310 million yen in the consolidated financial statement for the third quarter of FY2017 and 6,764 million yen in the individual financial statement.

Furthermore, the effect of this extraordinary income results is contained in the consolidated results forecast in “Consolidated Financial Highlights for the Second Quarter of FY2017” announced today (November 9, 2017).