



October 26, 2016

To whom it may concern

Company name: DAIKYO INCORPORATED  
Representative: Akira Yamaguchi,  
Representative Executive Officer, President  
Securities code: 8840  
Listing: First Section, Tokyo Stock Exchange  
Contact: Koichi Hinago, General Manager, Group  
Corporate Planning Dept.

### **Announcement of Decision Concerning Acquisition of Treasury Stock**

#### **(Acquisition of Treasury Stock Under Article 37 of the Company's Articles of Incorporation, Based on Article 459, Paragraph 1, Item 1 of the Companies Act)**

DAIKYO INCORPORATED (the "Company") hereby announces that a decision was reached with regard to the acquisition of treasury stock under Article 37 of the Company's Articles of Incorporation, based on Article 459, Paragraph 1, Item 1 of the Companies Act at a meeting of the Board of Directors held on October 26, 2016. The details are as follows.

#### 1. Reason for Treasury Stock Acquisition

Based on the shareholder return policy in the medium-term management plan announced today, we will be conducting an acquisition of treasury stock to strengthen shareholder returns and increase capital efficiency.

For details on our shareholder returns policy, please refer to the Daikyo Group's medium-term management plan "Create NEW VALUE 2021: New Value Creation through Real Estate Solutions."

#### 2. Content of the Acquisition

1	Type of stock to be acquired	Common stock of the Company
2	Total number of shares to be acquired	Up to 70,000,000 [Percentage of the total number of shares issued (excluding treasury stock): 8.33%]
3	Total value of stock to be acquired	Up to ¥10 billion
4	Period of acquisition	From October 27, 2016 to October 26, 2017

The planned method of acquisition is a market purchase through the Tokyo Stock Exchange.

(Reference)

Treasury stock held as of September 30, 2016

Total number of shares issued and outstanding (excluding treasury stock)	840,049,866
Number of shares of treasury stock	3,492,871

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