Special Notice for investing in Japanese company’s shares listed on the Taipei Exchange, Taiwan Stock Exchange and Emerging Stock Market of the Taipei Exchange

When investing in a company which is incorporated in Japan and listed in Taiwan (on the Taipei Exchange, Taiwan Stock Exchange and Emerging Stock Market of the Taipei Exchange, hereinafter a “Listed Japanese Company”), in order to simultaneously comply with the regulations governing securities traded in Taiwan and relevant regulations under Japanese Companies Act, all prospective investors shall acknowledge and accept the following:

1. An investor who opens a depository account under the book-entry system of the Taiwan Depository & Clearing Corporation (“TDCC”) through a TDCC participant (such as a securities brokerage firm), holding issued shares of the Listed Japanese Company that are registered under the name of TDCC as appearing on the register of shareholders of the Listed Japanese Company (“Investment Shares”), is considered a beneficial shareholder of the Listed Japanese Company (“Beneficial Shareholder”).

2. On the register of shareholders of the Listed Japanese Company, TDCC is the nominee shareholder of all Investment Shares held by a Beneficial Shareholder under the depository book-entry system.

3. If a Beneficial Shareholder wants to exercise his/her shareholder’s rights against the Listed Japanese Company (pursuant to Japanese Companies Act and the Listed Japanese Company’s bylaws, including but not limited to shareholders’ proposal right and information disclosure request), he/she must act in accordance with TDCC regulations and request for transferring some or all of the Investment Shares held within the depository account of the Beneficial Shareholder to a dedicated registry account of the Listed Japanese Company, and for transferring the nominal title of the Investment Shares from TDCC to the Beneficial Shareholder. All change of the nominal title registration is handled by a Shareholder Services Agent, and TDCC does not need to communicate the intent of effectuating the transfer separately. Once the Beneficial Shareholder completes the transfer procedure, he/she can no longer trade such Investment Shares at the Taipei Exchange or Taiwan Stock Exchange (as applicable).

4. The Beneficial Shareholder understands and accepts that Shareholder Services Agents and TDCC participants will not accept any application for change of nominal title registration (as described in No. 3 above) on the relevant record date and 3 business days before the relevant record date.

5. Holder of any shares in a dedicated registry account of the Listed Japanese Company (hereinafter, “Dedicated Registry Account Shareholder”) can transfer the respective shares to his own depository account in the TDCC book-entry system in accordance with the TDCC regulations, and change the nominal title registration from the Dedicated Registry Account Shareholder back to the TDCC. Similar to the above, all change of registration process is handled by a Shareholder Services Agent and TDCC does not need to communicate the intent of effectuating the transfer separately. Once the Dedicated Registry Account Shareholder completes the transfer procedure, he/she can begin to trade
on the respective shares of the Listed Japanese Company such Investment Shares at the Taipei Exchange or Taiwan Stock Exchange (as applicable).

6. The Beneficial Shareholder agree that he/she/it shall accept the transfer of the nominal title to the Investment Shares from TDCC on the day prior to the record date for the relevant shareholders’ rights determined by the Listed Japanese Company (including but not limited to the exercise of shareholders’ voting rights and entitlements to dividends set pursuant to the article of incorporation of the Listed Japanese Company. Other record dates shall be set according to relevant notification/announcement by the Listed Japanese Company, the “Record Date”). Subsequently, the nominal title to the Investment Shares will be transferred back to TDCC from the Beneficial Shareholder on the Record Date. All change of title registration process is handled by a shareholder services agent designated by the Listed Japanese Company (the “Shareholder Services Agent”) and none of TDCC or the Beneficial Shareholder needs to communicate its respective intent with the aforementioned transfer of nominal title separately. All Beneficial Shareholders will be actual shareholders as appearing in the Listed Japanese Company’s register of shareholder as of the Record Date, and able to exercise their voting right, receive dividends and bonuses or exercise other shareholders’ rights. Investors who do not register their Investment Shares on the book-entry system maintained by TDCC and its participants as of one day prior to the Record Date will not be able to exercise their shareholder’s rights on the Record Date.

7. For those Investment Shares held in the depository account in the book-entry system, a Beneficial Shareholder cannot exercise the respective shareholder’s rights against the Listed Japanese Company as a shareholder before such Beneficial Shareholder registered his/her nominal title to the Investment Shares on the register of shareholders of the Listed Japanese Company.

8. Investors shall choose a proper court having jurisdiction over the matter when filing litigations to remedy the breach of investors’ rights. If an investors’ rights or interests were damaged due to violations of the ROC Securities Exchange Act by the Listed Japanese Company or its responsible party, that investor can bring a claim in Taiwanese courts. In addition, after requesting the TDCC to change the nominal shareholder from TDCC to the respective investor pursuant to procedures outlined in No. 3 above, the investor may file a claim pursuing director’s liabilities or nullification of decisions made by a shareholder’s meeting based on Japanese Companies Act, or brings a damage claim based on Japanese tort laws. Underlying facts may vary from case to case, therefore, an investor shall evaluate relevant litigation strategies carefully according to both Taiwan and Japanese law. The Securities and Futures Investors Protection Center of Taiwan will decide, within the public interests stipulated under the Securities and Futures Investors Protection Law, whether to assist to pursue relevant claims for investor’s rights and interests on a case-by-case basis.

9. This special notice only identifies some examples relating to the investment in Listed Japanese Companies, and does not cover all investment risks and market factors relating to holding Investment Shares of a Listed Japanese Company. Before making investment
decisions, a prospective investor should review this special notice and also refer to the prospectus prepared by the Listed Japanese Company, properly analyze all other factors affecting the prospective investment, financial planning and risk evaluation, and avoid unbearable losses as a result.

I (we) confirm the receipt of this special notice for investing in Japanese company’s shares listed on the Taipei Exchange, Taiwan Stock Exchange and Emerging Stock Market of the Taipei Exchange, as you provided above. Additionally, I acknowledged that Mr./Ms.______________ from your company had fully explained to me all relevant risks associated with investing in Japanese company’s shares.

Signature: ___________________________________ (signature or stamp)

Account: _________________________________

Date: _________________________________