

April 9, 2018

Company Takashimaya Co., Ltd.  
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**Notice of a Change to the Number of Shares per Unit, a Share Consolidation, and Amendments  
to the Articles of Incorporation**

Takashimaya Co., Ltd. (the “Company”) hereby announces that at a board of directors’ meeting held today, it resolved to change the number of shares per unit, amend its Articles of Incorporation, and to propose a share consolidation at the 152nd ordinary general meeting of shareholders (the “Ordinary Shareholders’ Meeting”) to be held on May 22, 2018. The details are described below.

1. Change in the Number of Shares per Unit

(1) Reason for the change

As announced in the “Action Plan for Consolidating Trading Units,” domestic Japanese exchanges are aiming to standardize the trading units for shares of common stock (“units”) issued by all domestic listed companies to 100-share units by October 1, 2018. As a TSE-listed enterprise, the Company intends to honor this plan by transitioning from trading in 1,000-share units to trading in 100-share units.

(2) Details of the change

The Company intends to change the number of shares per unit from 1,000 to 100 shares of common stock.

(3) Scheduled date of the change

September 1, 2018.

(4) Conditions for the change

The proposed change is conditional on the Ordinary Shareholders’ Meeting approving the proposal concerning the share consolidation described in 2. below.

2. Share Consolidation

(1) Reason for the share consolidation

As indicated above, the Company intends to change the number of shares per unit from 1,000 to

100 shares of common stock. In conjunction with this change, the Company plans to consolidate shares with a view to ensuring an appropriate level of investment units while taking into account mid-to-long-term stock price fluctuations.

(2) Details of the share consolidation

1) Class of shares to be consolidated

Common stock

2) Consolidation method / ratio

On September 1, 2018, every 2 shares will be consolidated into 1 share, based on the number of shares held by each shareholder recorded on the final register of shareholders as of August 31, 2018.

3) Decrease in the number of shares due to the share consolidation (these figures are subject to change)

Total number of outstanding shares before the share consolidation (as of February 28, 2018)	355,518,963 shares
Decrease in the number of shares due to the share consolidation	177,759,482 shares
Total number of outstanding shares after the share consolidation	177,759,481 shares

Note: “Decrease in the number of shares due to the share consolidation” and “total number of outstanding shares after the share consolidation” indicate theoretical values based on the number of outstanding shares before the share consolidation and the consolidation ratio.

(3) Impact of the share consolidation

The share consolidation will reduce the number of outstanding shares to one half of the current number. However, since the value of the Company’s net assets will remain unchanged, net assets per share will double. Therefore, there will be no changes to the asset value of the Company’s shares other than those caused by stock market fluctuations and other such factors.

(4) Decrease in the number of shareholders due to the share consolidation

According to the register of shareholders as of February 28, 2018, the composition of shareholders is as follows.

	Number and percentage of shareholders	Number of percentage of shares held
All shareholders	52,624 (100%)	355,518,963 (100%)
Shareholders holding fewer than 2 shares	240 (0.5%)	240 (0%)
Shareholders holding 2 shares or more	52,384 (99.5%)	355,518,723 (100%)

Note: If the Company consolidates its shares based on the above composition of shareholders, 240 shareholders who hold fewer than 2 shares each (collectively holding 240 shares) would lose their shareholder status. However, these shareholders may retain their status by

undertaking either the procedure for adding to fractional share holdings, or the procedure for purchasing additional fractional shares, before the share consolidation takes effect. For more details, please contact your securities firm or the administrator of the register of the Company's shareholders.

(5) Handling of fractional shares

Pursuant to the Companies Act, any fractional shares resulting from the share consolidation will be sold collectively, and the proceeds of the sale will be distributed to the shareholders thereof in proportion to their fractional holdings.

(6) Total number of authorized shares as of the effective date

Since the number of shares will decrease as a result of the share consolidation, it will be necessary to adjust the total number of authorized shares. Accordingly, on the effective date (September 1, 2018) the Company will reduce the total number of authorized shares by a rate equal to that of the share consolidation (50%).

Total number of authorized shares before the share consolidation	Total number of authorized shares after the share consolidation (September 1, 2018)
600,000,000 shares	300,000,000 shares

(7) Adjustment to the conversion price of convertible bonds

Pursuant to the terms and conditions concerning conversion price adjustment, the Company will adjust the conversion price for its EUR convertible bond due 2018 and its EUR convertible bond due 2020. The Company will issue further notice on the adjustment of the conversion price after the Ordinary Shareholders' Meeting is concluded.

(8) Conditions for the share consolidation

The proposed share consolidation is conditional on the Ordinary Shareholders' Meeting approving the proposal.

3. Amendments to Articles of Incorporation

(1) Reason for the amendments

It is necessary to amend Article 8 ("Shares per Unit") of the current Articles of Incorporation because, as mentioned in 1. (1) above, the Company will change the number of shares per unit from 1,000 to 100 shares of common stock on September 1, 2018. It is also necessary to amend Article 6 ("Total Number of Authorized Shares") because, as mentioned in 2. (1), the share consolidation will decrease number of shares in proportion to the share allocation.

(2) Details of the amendments

The amendments will be as follows (amended portions are underlined).

Existing Articles of Incorporation	Proposed Amendments
<p>Article 6: Total Number of Authorized Shares</p> <p>The total number of shares authorized to be issued shall be <u>600,000,000</u> shares.</p>	<p>Article 6: Total Number of Authorized Shares</p> <p>The total number of shares authorized to be issued shall be <u>300,000,000</u> shares.</p>
<p>Article 8: Shares per Unit</p> <p>The number of shares per unit of the Company's common stock shall be <u>1,000</u> shares.</p>	<p>Article 8: Shares per Unit</p> <p>The number of shares per unit of the Company's common stock shall be <u>100</u> shares.</p>

(3) Conditions for the amendments

The proposed amendments are conditional on the Ordinary Shareholders' Meeting approving the proposal concerning the share consolidation described in 2. above.

4. Schedule concerning the Change in the Number of Shares per Unit, the Share Consolidation, and the Amendments to the Articles of Incorporation

Resolution of the board of directors	April 9, 2018
Ordinary Shareholders' Meeting	May 22, 2018 (scheduled)
Effective date of the change in the number of shares per unit	September 1, 2018 (scheduled)
Effective date of the share consolidation	September 1, 2018 (scheduled)
Effective date of the amendments to the Articles of Incorporation	September 1, 2018 (scheduled)

Note: As indicated above, the effective date of the change in the number of shares per unit and of the share consolidation is scheduled for September 1, 2018. However, due to the transfer procedures that occur after stock trading, units traded on the TSE will be subject to the transition from 1,000-share units to 100-share units on August 29, 2018.

5. Other

Changes to the shareholders' benefits plan

The Company anticipates that the events described above will entail changes to the shareholders' benefits plan. The Company will inform you the changes once the details are determined.