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**[Cover]**

Document to be filed:	Extraordinary Report
Filing to:	Director-General of the Kanto Local Finance Bureau
Date of filing:	March 28, 2018
Company name (Japanese):	日本たばこ産業株式会社 ( <i>Nihon Tabako Sangyo Kabushiki-Kaisha</i> )
Company name (English):	JAPAN TOBACCO INC.
Title and name of representative:	Masamichi Terabatake, President, Chief Executive Officer and Representative Director
Location of head office:	2-1, Toranomom 2-chome, Minato-ku, Tokyo, Japan
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Contact person:	Kei Nakano, Senior Vice President, Communications
Place where the document is available for public inspection:	Tokyo Stock Exchange, Inc. (2-1, Nihombashi Kabutocho, Chuo-ku, Tokyo)

## 1. Reason for filing

At the 33rd Ordinary General Meeting of Shareholders of the Company held on March 27, 2018, items for resolution were made, therefore, this document is filed pursuant to the provisions of Article 24-5, paragraph 4 of the Financial Instruments and Exchange Act and Article 19, paragraph 2, item ix-2 of the Cabinet Office Ordinance on Disclosure of Corporate Affairs, etc.

## 2. Content of report

### a. Date of the General Meeting of Shareholders

March 27, 2018

### b. Details of the items for resolution

#### Item 1: Appropriation of Surplus

Year-end dividends

##### (1) Type of assets to be paid as dividends:

Cash

##### (2) Allotment of assets to be paid as dividends and their aggregate amount:

¥70 per share of ordinary shares of the Company

Aggregate amount: ¥125,373,038,770

##### (3) Effective date for distribution of surplus:

March 28, 2018

#### Item 2: Partial Amendment to the Articles of Incorporation

The Company has been striving hard to enhance corporate governance, adapting accelerated changes in business environment. Although we have a provision in the Company's Articles of Incorporation, there is no need to appoint Counselors and Advisors, who report to the President on certain matters. Accordingly, we would like to delete the provision of Counselors and Advisors (Article 25 of the Articles of Incorporation).

#### Item 3: Election of Seven (7) Members of the Board

Election of Mr. Yasutake Tango, Mr. Masamichi Terabatake, Mr. Mutsuo Iwai, Mr. Naohiro Minami and Mr. Kiyohide Hirowatari as Members of the Board and Ms. Main Kohda and Mr. Koichiro Watanabe as Outside Directors.

#### Item 4: Election of One (1) Audit & Supervisory Board Member

Election of Ms. Ryoko Nagata as Audit & Supervisory Board Member.

#### Item 5: Election of One (1) Substitute Audit & Supervisory Board Member

Election of Mr. Michio Masaki as Substitute Audit & Supervisory Board Member in preparation against a situation where the number of Outside Audit & Supervisory Board Member falls below the statutory required number.

- c. Number of voting rights that were exercised as the manifestation of the intention of approval, disapproval or abstention for the items for resolution; requirements for adoption thereof; and resolution results thereof

Item for resolution	Affirmatives (Units)	Negatives (Units)	Abstentions (Units)	Number of voting rights (Units)	Affirmation rate	Resolution result
Item 1	15,621,254	5,280	597	15,627,165	99%	Adopted
Item 2	15,620,966	5,365	809	15,627,165	99%	Adopted
Item 3						
Yasutake Tango	15,382,721	221,356	22,788	15,627,158	98%	Adopted
Masamichi Terabatake	15,504,384	99,694	22,788	15,627,159	99%	Adopted
Mutsuo Iwai	15,498,587	117,585	10,698	15,627,163	99%	Adopted
Naohiro Minami	15,437,737	166,294	22,837	15,627,161	98%	Adopted
Kiyohide Hirowatari	15,476,167	127,865	22,837	15,627,162	99%	Adopted
Main Kohda	15,612,568	13,707	597	15,627,165	99%	Adopted
Koichiro Watanabe	15,612,435	13,839	597	15,627,164	99%	Adopted
Item 4						
Ryoko Nagata	15,297,355	329,149	597	15,627,154	97%	Adopted
Item 5						
Michio Masaki	15,596,163	30,371	597	15,627,165	99%	Adopted

(Notes) Requirements for adoption of each item are as follows:

The requirement for adoption of Item 1 is a majority of the affirmative votes of the shareholders who are entitled to exercise their voting rights and present at the meeting.

The requirement for adoption of Item 2 is at least two-thirds of the affirmative votes of the shareholders who are entitled to exercise their voting rights and present at the meeting where the shareholders holding one third or more of the total voting rights of the shareholders who are entitled to exercise their voting rights are present.

The requirement for adoption of Item 3, Item 4 and Item 5 is a majority of the affirmative votes of the shareholders who are entitled to exercise their voting rights and present at the meeting where the shareholders holding one third or more of the total voting rights of the shareholders who are entitled to exercise their voting rights are present.

- d. Reason why a portion of the number of voting rights of the shareholders present at the meeting was not included in the calculation

A portion of the number of voting rights was not included in the calculation as a result of the resolutions being legally adopted pursuant to the Companies Act after the confirmed number of voting rights of shareholders whose affirmative votes or negative votes on each item, which were exercised prior to the date of the meeting or at the meeting, met the requirements for adoption of each item for resolution.