



May 10, 2018

To All Concerned Parties

Company name Mitsubishi Materials Corporation
 Representative Akira Takeuchi, President
 (Securities code: 5711, First Section, Tokyo Stock Exchange)
 Contact for inquiries Nobuyuki Suzuki, General Manager, Corporate Communications Dept., General Affairs Dept., Human Resources & General Affairs Div.
 (Tel: +81-3-5252-5206)

Notice Regarding Capital Increase of Subsidiaries (Change to Specified Subsidiary)

Mitsubishi Materials Corporation (hereinafter, the “Company”) hereby announces that it decided to underwrite a capital increase of MMC Copper Products Oy (hereinafter, the “Subsidiary”), a subsidiary of the Company, at the meeting of the board of directors held on February 22, 2017, as described below. Upon the said underwriting of the capital increase, the capital stock of the Subsidiary (paid-in capital; the same shall apply hereinafter) is equivalent to ten hundredth (10/100) or more of the total capital of the Company. Therefore, the Subsidiary meets the conditions for a specified subsidiary for the purpose of accounting.

The Company sincerely apologizes for the delay in disclosure of this matter as the Timely Disclosure Rules were misunderstood. We will endeavor to make timely and appropriate disclosures, considering the importance of the timely disclosure system.

1. Reasons for the capital increase

The Company underwrote the capital increase so that the Subsidiary could procure the necessary funds for the acquisition of the processed goods department of the group company, Luvata Espoo Oy, by acquiring equities and transferring business from Luvata Espoo Oy and its two subsidiaries.

2. Overview of the company changed to specified subsidiary upon underwriting of the capital increase

(1) Name	MMC Copper Products Oy	
(2) Location	Pori, Finland	
(3) Name and title of representative	Jussi Helavirta, President & CEO	
(4) Business description	Management of subsidiaries engaging in manufacture and sales of copper processed products	
(5) Capital stock (before capital increase)	1,000,000 euros *The stated capital stock under Limited Liability Companies Act of Finland is 10,000 euros.	
(6) Date of establishment	October 13, 2016	
(7) Major shareholders and capital contribution ratio	Mitsubishi Materials Corporation: 100%	
(8) Relations between MMC Copper Products Oy and the listed companies	Capital relations	The Company contributes 100% of the capital stock of the Subsidiary.
	Human relations	The Company dispatches officer to the Subsidiary.
	Business relations	The Company provides guarantee of debts of the Subsidiary.

(9) Consolidated business performance and financial position ^{*1}	Consolidated net assets	136 million euros
	Consolidated total assets	477 million euros
	Consolidated net sales	392 million euros
	Consolidated operating profit	16 million euros
	Consolidated ordinary income	10 million euros
	Consolidated net loss	4 million euros ^{*2}

*1 The figures above are for the period of May to December 2017 after consolidation of the Subsidiary.

*2 The figure above chiefly reflects the impact of the reversal of deferred tax assets upon the revision of the U.S. tax system.

3. Details of the capital increase

1) Amount paid in: 159,000,000 euros

2) Date of payment: April 26, 2017

3) Amount of capital stock after the capital increase: 160,000,000 euros

* The stated capital stock under Limited Liability Companies Act of Finland is 10,000 euros.

4) Capital contribution ratio after the capital increase: Mitsubishi Materials Corporation, 100%