Progress on Addressing Non-conforming Products at MMC Subsidiaries

Mitsubishi Materials Corporation ("MMC") sincerely apologizes for the difficulties that we have caused to all concerned parties, including our customers and shareholders, in connection with Mitsubishi Cable Industries, Ltd.'s ("MCI"), Mitsubishi Shindoh Co., Ltd.'s ("MSC"), Mitsubishi Aluminum Co., Ltd.'s ("MAC"), Tachibana Metal Mfg Co., Ltd.'s ("TKC") and Diamet Corporation's ("DM") delivery of products that deviated from customer or internal specifications ("Non-Conforming Products") due to misconduct, including the rewriting of data.

We would like to report today on the safety confirmation status for the relevant companies as follows:

With respect to the delivery of Non-Conforming Products, each of the relevant companies is proceeding with safety confirmation with the cooperation of their customers. The progress as of August 6, 2018 is as follows. The figures in parentheses in the tables are the figures as of May 10, 2018.

Safety confirmation has already been completed in approx. 98% of all the customers to which the relevant companies delivered Non-Conforming Products. In addition, MCI, MSC, MAC, and TKC have completed the confirmation that there are no safety concerns for major products for their customers and will be excluded from the disclosure starting with the next disclosure.

The categories, reflecting the status of the relevant companies' progress in evaluating the safety of affected products, are as follows:

- A. The customer has completed its confirmation that there are no safety concerns.
- B. The customer has determined that there are no immediate safety concerns, but is conducting further review.
- C. The relevant company (MCI, MSC, MAC, TKC and DM) has communicated to the customers its opinion that, from a technical perspective, there is a high probability that the affected products can be assumed to be safe.
- D. The relevant company has provided notification that Non-Conforming Products were delivered to the customer.

1) MCI

Product	Number	A	В	С	D
	of				
	Customers				
Seal Product	218	213 (201)	5 (17)	0 (0)	0 (0)
MEXCEL	5	3 (3)	2 (2)	0 (0)	0 (0)

2) MSC

Product	Number	A	В	C	D
	of				
	Customers				
Brass-strip and	30	30 (29)	0(1)	0 (0)	0 (0)
Copper-strip					
Products					

3) MAC

Product	Number of Customers	A	В	С	D
	120				
Rolled Products	8	8 (7)	0(1)	0 (0)	0 (0)
Extruded	114	111 (40)	3 (74)	0 (0)	0 (0)
Products					

(Note) There are 2 overlapping customers in the number of customers for rolled products and extruded products.

4) TKC

Product	Number of Customers	A	В	С	D
Extruded Products	339	288 (129)	51 (200)	0 (10)	0 (0)

5) DM

	Product	Number of	A	В	С	D
		Customers				
	Sintered		51 (33)	51 (33)	11 (47)	0 (0)
	Machinery Parts,	113				
	etc.					

End.

Direct any question to:

Corporate Communications Department, General Affairs Department, Mitsubishi Materials Corporation

TEL: 03-5252-5206

Corporate Administration & Personnel Section, Administration Division, Mitsubishi Cable Industries, Ltd.

TEL: 03-3216-1551

Corporate Administration & Personnel Division, Mitsubishi Shindoh Co., Ltd.

TEL: 03-6629-5850

General Affairs Department, Mitsubishi Aluminum Co., Ltd. (including questions related to TKC)

TEL: 03-3769-0111

General Affairs Department, Administration Division, Diamet Corporation

TEL: 025-275-0111