

To All Concerned Parties

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## <u>Notice Regarding the Receipt of Cease and Desist Order and Surcharge Payment Order from</u> <u>Japan Fair Trade Commission by Subsidiary of the Company</u>

Universal Can Corporation (hereinafter, "Universal Can"), a consolidated subsidiary of the company, was onsite inspected by the Japan Fair Trade Commission (hereinafter, "JFTC") on February 6, 2018, due to suspicion violating the Antimonopoly Act concerning the transaction of empty cans for beverages. While Universal Can has fully cooperated with the investigation conducted by the JFTC since the on-site inspection. Universal Can received from the JFTC a cease and desist order and a surcharge payment order in accordance with the Antimonopoly Act today, as described below.

The company sincerely apologizes to its customers, shareholders and all other parties affected by this issue for any and all concerns. The Group understands the gravity of this issue and will continue to dedicate itself to complying with laws and restoring the trust from everybody.

## 1. Overview of a cease and desist order

Universal Can was ordered to take measures to confirm and publicize that the unfair restraint of trade pertaining to the transactions of specific empty cans was discontinued and to take necessary measures to prevent such reoccurrence.

2. Overview of a surcharge payment order

Amount of surcharge payment	10,356,710 thousand yen
Deadline of payment	April 27, 2020

## 3. Future actions

Universal Can will review and confirm the details of the orders and will also carefully consider its actions.

## 4. Impact on profits and losses for the consolidated fiscal year

Universal Can posted an extraordinary loss of about ¥10.4 billion as provision for loss on the Antimonopoly Act for the first quarter of the consolidated fiscal year ending March 31, 2020, based on the surcharge payment order (draft) received from the JFTC on July 2, 2019.