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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 27, 2017
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:	Mitsuomi Koizumi, President, Chief Executive Officer and Representative Director
Location of head office:	2-1, Toranomom 2-chome, Minato-ku, Tokyo, Japan
Telephone number:	+81-3-3582-3111 (Main)
Contact person:	Kei Nakano, Senior Vice President, Communications
Place of contact:	2-1, Toranomom 2-chome, Minato-ku, Tokyo, Japan
Telephone number:	+81-3-3582-3111 (Main)
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 32nd Ordinary General Meeting of Shareholders of the Company held on March 24, 2017, 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 24, 2017

### b. Details of the items for resolution

#### Item 1: Appropriation of Surplus

##### 1. 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:

¥66 per share of ordinary shares of the Company

Aggregate amount: ¥118,203,078,378

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

March 27, 2017

##### 2. Other appropriation of surplus

###### (1) Item of surplus to be increased and its amount:

Retained earnings brought forward: ¥955,300,000,000

###### (2) Item of surplus to be decreased and its amount:

General reserve: ¥955,300,000,000

#### Item 2: 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	Negatives	Abstentions	Number of voting rights	Affirmation rate	Resolution result
Item 1	15,842,914	2,425	25	15,846,391	99%	Adopted
Item 2 Michio Masaki	15,842,408	3,861	25	15,846,391	99%	Adopted

(Note) 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 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.