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[Cover]

Document to be filed:	Extraordinary Report
Filing to:	Director-General of the Kanto Local Finance Bureau
Date of filing:	October 31, 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
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

The Company decided to liquidate a specified subsidiary at the Company's Board of Directors' meeting on October 31, 2018. Therefore, this extraordinary report 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 iii of the Cabinet Office Ordinance on Disclosure of Corporate Affairs, etc.

2. Content of report

- (1) Name, address, representative, paid in capital and business description of the specified subsidiary regarding the change
 - i) Name TableMark Holdings Co., Ltd.
 - ii) Address 4-10, Tsukiji 6-chome, Chuo-ku, Tokyo, Japan
 - iii) Representative Atsuhiko Kawamata, President and Representative Director
 - iv) Paid in capital JPY 47,503 million
 - v) Business description Management of the Group's Processed Food Business

- (2) Number of voting rights for the specified subsidiary held by the Company and ratio of voting rights held by the Company to those held by all shareholders of the specified subsidiary before and after the change
 - i) Number of voting rights for the specified subsidiary held by the Company
 - Before change 380,280 units (portion that is held indirectly 0 unites)
 - After change —

 - ii) Ratio of voting rights held by the Company to those held by all shareholders
 - Before change 100.00% (portion that is held indirectly 0.00%)
 - After change —

- (3) Reason for the change and its date
 - i) Reason for change The Company decided to liquidate a specified subsidiary at the Company's Board of Directors' meeting.

 - ii) Date of change March, 2019