[This is an English translation prepared for the convenience of non-resident shareholders. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.]

[Cover]

Document to be filed: Share Buyback Report Regulating provisions of laws and Article 24-6, paragraph (1) of the Financial Instruments and regulations: Exchange Act Director-General of the Kanto Local Finance Bureau Filing to: March 8, 2019 Date of filing: From February 1, 2019 to February 28, 2019 Reporting period: Company name (Japanese): 日本たばこ産業株式会社 (Nihon Tabako Sangyo Kabushiki-Kaisha) 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, Toranomon 2-chome, Minato-ku, Tokyo, Japan Telephone number: +81-3-3582-3111 (Main) Kei Nakano, Senior Vice President, Communications Contact person: Place of contact: 2-1, Toranomon 2-chome, Minato-ku, Tokyo, Japan Telephone number: +81-3-3582-3111 (Main) Contact person: Kei Nakano, Senior Vice President, Communications Places where the document to be filed is Tokyo Stock Exchange, Inc. available for public inspection: (2-1, Nihonbashi-kabutocho, Chuo-ku, Tokyo)

Class of Shares: Common stock

1. Status of Acquisition

(1) Status of acquisition based on resolution of general meeting of shareholders

Not applicable.

(2) Status of acquisition based on resolution of board of directors meeting

As of February	28,	2019
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	1		
Category	Number of shares (Shares)		Total amount (Yen)
Resolution of a meeting of the board of directors (on February 7, 2019) (Acquisition period: From February 8, 2019 to April 22, 2019)		23,000,000	50,000,000,000
Company's own shares acquired in the month of reporting (Acquisition date)	February 8	680,500	1,831,615,950
	February 12	640,500	1,757,552,550
	February 13	640,500	1,761,608,750
	February 14	640,500	1,780,039,650
	February 15	640,500	1,776,398,350
	February 18	654,000	1,829,555,250
	February 19	654,000	1,835,275,350
	February 20	654,000	1,838,221,450
	February 21	654,000	1,886,205,250
	February 22	654,000	1,890,797,350
	February 25	709,100	2,046,308,700
	February 26	709,100	2,041,826,600
	February 27	709,100	2,032,692,100
	February 28	709,100	2,013,847,900
	_	9,348,900	26,321,945,200
Accumulated Company's own shares acquired as of the end of the month of reporting		9,348,900	26,321,945,200
Progress of acquisition of Company's own shares (%)		40.6	52.6

- (Note 1) The acquisition period and Company's own shares acquired are presented on a contract basis.
- (Note 2) It was resolved at the meeting of the Board of Directors held on February 7, 2019 to acquire Company's own shares through market trading on the stock exchange via a trust bank.

2. Status of Disposition

Not applicable.

3. Status of Holding

As of February 28, 2019

Status of holding as of the end of month of reporting	Number of shares (Shares)	
Total number of shares issued	2,000,000,000	
Number of Company's own shares held	215,707,241	

(Note) The number of Company's own shares held is presented on a delivery date basis.