

[This is an English translation prepared for reference purpose only. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.]

Securities Code: 2914

March 20, 2019

To Our Shareholders

Masamichi Terabatake
President, Chief Executive Officer and
Representative Director
Japan Tobacco Inc.
2-1, Toranomom 2-chome, Minato-ku, Tokyo

NOTICE OF RESOLUTIONS AT THE 34TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

We hereby inform you that the following matters were reported and resolved at the 34th ordinary general meeting of shareholders of Japan Tobacco Inc. (the “Company”) held today.

Particulars

- Matters Reported:**
1. Report on the Business Report, the Consolidated Financial Statements, and the Independent Auditors’ Report and the Company’s Audit & Supervisory Board Report on the Consolidated Financial Statements for the 34th Business Term (From January 1, 2018 to December 31, 2018)
 2. Report on the Non-Consolidated Financial Statements for the 34th Business Term (From January 1, 2018 to December 31, 2018)

We reported on the content of the above-mentioned matters.

Matters Resolved:

- Item 1:** Appropriation of Surplus
This item was approved and adopted as proposed. The Company shall pay year-end dividends of ¥75 per share.
- Item 2:** Partial Amendment to the Articles of Incorporation
This item was approved and adopted as proposed. The Company made changes to increase the number of audit & supervisory board members to five or less.
- Item 3:** Election of Two (2) Members of the Board
As proposed, Mr. Kazuhito Yamashita and Ms. Yukiko Nagashima were both elected as Members of the Board and assumed their offices.
- Item 4:** Election of Five (5) Audit & Supervisory Board Members
As proposed, Ms. Ryoko Nagata, Mr. Hiroshi Yamamoto, Mr. Toru Mimura, Mr. Hiroshi Obayashi and Mr. Koji Yoshikuni, five (5) in all, were elected as Audit & Supervisory Board Members and assumed their offices.
- Item 5:** Revision of Remuneration Amount for Members of the Board
This item was approved and adopted as proposed. Thus, it was decided that the remuneration amount for Members of the Board shall be revised to an annual level not exceeding ¥1.2 billion (including ¥80 million annually for the Outside Directors).

- Item 6:** Revision of Amount of Stock Option Granted to Members of the Board
This item was approved and adopted as proposed. Thus, it was decided that the remuneration for stock option grants to Members of the Board shall be revised to an amount not exceeding ¥240 million annually, with the total number of subscription rights to shares not exceeding 960 annually.
- Item 7:** Revision of Remuneration Amount for Audit & Supervisory Board Members
This item was approved and adopted as proposed. Thus, it was decided that the remuneration amount for Audit & Supervisory Board Members shall be revised to an annual level not exceeding ¥240 million.

Additional Statements

1. The aforementioned resolutions for Items 1, 2, 3 and 4 were approved on March 20, 2019 by the Minister of Finance in accordance with the Japan Tobacco Inc. Act.
2. At the Audit & Supervisory Board meeting held after the conclusion of this ordinary general meeting of shareholders, Ms. Ryoko Nagata, Mr. Hiroshi Yamamoto and Mr. Toru Mimura, three (3) in all, were appointed as Standing Audit & Supervisory Board Members and assumed their offices.

Payment of 34th Year-end Dividend

1. For shareholders who have designated a bank account transfer, please find the enclosed “**34th Year-end Dividend Calculation Statement**” and “**Notice of Dividend Transfer Confirmation.**”
2. For shareholders who have not designated a bank account transfer, please find the enclosed “**34th Year-end Dividend Warrant**” and “**34th Year-end Dividend Calculation Statement**” and visit any local **Japan Post Bank** or **post office** at your earliest convenience, to receive dividends.