

(Translation)

December 15, 2017

Dear Sirs or Madams:

Name of the Company :	NH Foods Ltd.
Representative:	Juichi Suezawa President and Representative Director (Code No.2282, First Section of the Tokyo Stock exchange)
Person to contact:	Masahito Kataoka Executive Officer, General Manager of Public & Investor Relations Department, Corporate Management Division

### **Notice of an Extraordinary Income Brought to a Consolidated Subsidiary**

Notice is hereby given that an extraordinary income is expected to be recorded in the Hokkaido Nippon-Ham Fighters Baseball Club Co., Ltd (headquarter: Sapporo City, Hokkaido; President and Representative Director: Kenso Takeda, hereinafter, the “Fighters”), a consolidated subsidiary of NH Foods Ltd. (the “Company”), as described below:

#### Description

##### 1. Extraordinary Income in Outline

It was decided that the Fighters will receive 20,000 thousand US dollars (approximately 2,280 million Japanese yen, which is calculated at the rate of 114 yen per US dollar) of transfer fee, as a result of the transfer of Shohei Ohtani to “Los Angeles Angels of Anaheim” of the Major League Baseball in the United States having been finalized in accordance with the “United States-Japan Player Contract Agreement” (“Agreement”). The transfer fee will be recorded as an extraordinary income in the accounts of the Fighters for the fiscal year ending December 2017.

##### 2. Schedule Date of Receipt of the Transfer Fee

It is provided in the Agreement that the transfer fee is to be paid within 18 months from December 10, 2017 when is the date of the contract being finalized.

##### 3. Future Outlook

Because the end month of the fiscal year of the Fighters is December, the transfer fee will be recorded as an extraordinary income in the accounts of the Fighters for the fiscal year ending December 2017.

For the consolidated accounts of the Company (based on the accounting principles generally accepted in the United States), the transfer fee will be recorded as earnings and will be expressed as “Gain from the transfer through the posting system” in the consolidated statements of income.

As a result of this matter, the profit increasing impact of approximately 2,280 million Japanese yen is expected to income continuing operations before income taxes and equity in earnings of associated companies with respect to the consolidated business results of the Company for the fiscal year ending March 2018. However, with respect to the forecast of the consolidated business results for the whole year period for the fiscal year ending March 2018, the notice will be made on the publicized date of the accounts for the third quarter of the fiscal year ending March 2018 which is scheduled to be publicized on February 1, 2018, having regard to the impact of this matter and movement of the business results.

-END-

(For reference) Forecast of the consolidated business results for the current fiscal year (as publicized on November 1, 2017) and the consolidated business results for the previous fiscal year:

(Millions of yen)

	Net sales	Operating income	Income from continuing operations before income taxes and equity in earnings of associated companies	Net income attributable to NH Foods Ltd.
Forecast of consolidated business results for the year ending March 31, 2018	1,260,000	56,000	51,000	37,000
Consolidated business results for the year ended March 31, 2017	1,202,293	53,802	49,112	35,004