

TRANSLATION FOR REFERENCE PURPOSE ONLY

This notice has been translated from the original Japanese text of the timely disclose statement and is for reference purpose only. In the event of any discrepancy between the original Japanese and this translation, the Japanese text shall prevail.

February 27, 2018

To whom it may concern:

Company Name: **Asahi Holdings, Inc.**
Representative: Mitsuharu Terayama, President & CEO
(Code: 5857, First Section of the Tokyo Stock Exchange)
Contact: Masaharu Sawada, Corporate Planning &
Communications Department General Manager
(Phone: +81-3-6270-1833)

Notification of the establishment of the subsidiary

We hereby announce that, at the Board of Directors' Meeting held today, the company resolved to establish Asahi Life & Health Corporation as our wholly owned subsidiary as described below.

Details

1. Purpose of establishment

By integrating the Life & Health Segment business, we will establish Asahi Life & Health Corporation, aiming at contributing to society through increasing of healthy life expectancy. All the shares of FUJI MEDICAL INSTRUMENT MFG. CO., LTD., INTER CENTRAL, INC., and KOEIKOGYO CO., LTD., which are under the control of our wholly owned subsidiary, Japan Waste Corporation, shall be transferred to Asahi Life & Health Corporation.

2. Profile of the subsidiary to be established

(1) Company name	Asahi Life & Health Corporation	
(2) Location	1-7-12 Marunouchi, Chiyoda-ku, Tokyo, Japan	
(3) Title/Name of representative	Toshiyuki Otsuki	
(4) Description of business	Shareholding of subsidiaries which operate manufacturing and sales of medical devices, manufacturing and sales of heating and cooling installation, and installation/maintenance of fire-fighting equipment.	
(5) Capital	10,000,000 yen	
(6) Date of establishment	April 2, 2018 (Plan)	
(7) Major shareholders and share-holding ratio	Asahi Holdings, Inc. 100%	
(8) Relation between the company (publicly listed parent company) and this company	Capital Relation	100%-owned subsidiary of the company
	Human Relation	One of the members of the board of directors of the company will concurrently serve as a director of this subsidiary.
	Business Relation	N/A

3. Impact on future performance

The establishment of the subsidiary will have no impact on the consolidated performance of the Company.