



March 15, 2017

TOKAI Holdings Corporation
Katsuhiko Tokita, President & CEO
(Code No. 3167 Tokyo Stock Exchange First Section)

To whom it may concern

Notice of Adjustment to the Conversion Price for Yen-Denominated Convertible Bonds with Stock Acquisition Rights due 2020

TOKAI Holdings Corporation announces that the conversion price for its yen-denominated convertible bonds with stock acquisition rights due 2020 will be adjusted, as per below.

1. Adjustment of Conversion Price

| Issue | Conversion Price Before Adjustment | Conversion Price After Adjustment |
|---|---------------------------------------|--------------------------------------|
| Yen-denominated convertible bonds with stock acquisition rights due 2020 | 585 yen | 583.9 yen |

2. Effective Date

From March 15, 2017

3. Reason for Adjustment

A resolution was made at the Company's Board of Directors' meeting held on February 27, 2017 regarding the disposal of 840,700 shares of the Company's common stock by private placement. On March 15, 2017, the payment date for that disposal, the disposal price per share of the Company's common stock to be disposed of was below the market price specified in the bond indenture of the yen-denominated convertible bonds with stock acquisition rights due 2020. As such, the Company will adjust the conversion price in accordance with the conversion price adjustment provisions stipulated in the bond indenture.

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