

Date: April 8, 2016

Listed company name: Nitto Denko Corporation

Stock exchange listing: Tokyo, First Section

Code number: 6988

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Merger among Consolidated Subsidiaries

Nitto Denko Corporation (“the Company”) announces that it decided at its Board of Directors meeting held on March 31, 2016 that, effective July 1, 2016, three of its consolidated subsidiaries, namely, Nitoms Inc., Nitto Medical Corporation, and Nitto Lifetec Corporation (hereinafter referred to as the “Three Consolidated Subsidiaries”) will be merged as follows. The Three Consolidated Subsidiaries today resolved the merger at their respective Board of Directors meetings.

1. Purpose of the Merger

The merger is intended to reinforce a framework allowing the Company to offer new value to the market that integrates its product planning capabilities and proprietary technologies by combining subsidiaries within the Nitto Group that engage in BtoC (consumer goods) businesses, thereby enhancing its competitive edge through concerted efforts within the Group.

2. Summary of the Merger

(1) Timeline

Conclusion of merger agreement	April 8, 2016 (subject to change)
Ordinary General Meeting of Shareholders for approval of the merger (Three Consolidated Subsidiaries)	June 30, 2016 (subject to change)
Effective date of merger (date of enforcement)	July 1, 2016 (subject to change)

(2) Merger method

The merger will be an absorption-type merger in which Nitoms Inc. will be the surviving company and Nitto Medical Corporation and Nitto Lifetec Corporation will be absorbed.

(3) Details of allocation relating to the merger

Because it is a merger among the Company’s wholly-owned subsidiaries, there will be no allocation of shares or other assets based on this merger.

3. Overview of the Merging Companies (as of February 29, 2016)

(1) Company name	Nitoms Inc. (Surviving company)	Nitto Medical Corporation (Absorbed company)	Nitto Lifetec Corporation (Absorbed company)
(2) Lines of business	Manufacture, processing, sale, and import/export of everyday household goods	Product planning and sale of medical devices and products	Development, manufacture, and sale of solventless adhesive tapes for various fields, healthcare products, and various types of air-permeable materials
(3) Date of incorporation	April 1, 1975	May 30, 1996	October 1, 1996
(4) Address of the head office	Kacho Bldg., 7-16-7, Ginza, Chuo-ku, Tokyo	1-1-2, Shimohozumi, Ibaraki City, Osaka	1057-1, Nakanishisoto, Matsuyama City, Ehime
(5) Representative	Haruo Asai*, President	Seiji Fujioka, President	Nobuhiko Mizumoto, President
(6) Capital	160 million yen	30 million yen	100 million yen
(7) Net assets	4,933 million yen	1,353 million yen	1,888 million yen
(8) Total assets	8,342 million yen	3,026 million yen	2,893 million yen
(9) Books closed on	March 31	March 31	March 31
(10) Major shareholders and their ownership	Nitto Denko Corporation, 100%	Nitto Denko Corporation, 100%	Nitto Denko Corporation, 100%

* As of April 1, 2016, Futoshi Tanaka assumed the position of president at Nitoms Inc.

4. Outlook Going Forward

Since it is an absorption-type merger among the Company's consolidated subsidiaries, the impact on Nitto's performance will not be material.