

July 21, 2017
Toshiba Corporation

FOR IMMEDIATE RELEASE

Notice on the Sale of Shares of Landis+Gyr AG
in an IPO on the SIX Swiss Exchange

TOKYO—Toshiba Corporation (TOKYO 6502) today decided that Landis+Gyr Group AG*, a subsidiary of Toshiba and the holding company for Landis+Gyr AG, will move forward with an IPO and list its shares on the SIX Swiss Exchange today. In connection with this offering in Switzerland and to certain qualified institutional investors in various other jurisdictions, Toshiba will sell its entire interest in Landis+Gyr Group AG.

The expected settlement date for the shares to be sold is July 25, 2017, and Landis+Gyr Group AG will be deconsolidated from Toshiba Group on the same date.

INCJ Colors B.V., a subsidiary of Innovation Network Corporation of Japan, will also sell its entire 40% interest in Landis+Gyr Group AG in connection with the offering.

* The company's name was changed from Landis+Gyr Holding AG to Landis+Gyr Group AG at its shareholders meeting on July 12, 2017.

1. Reason for the sale

Toshiba seeks to enhance its financial structure by selling its entire interest in Landis+Gyr Group AG.

2. Overview of subsidiary to be sold

(1) Name	Landis+Gyr AG
(2) Address	Zug, Switzerland
(3) Name and Title of Representative	Richard Mora, CEO
(4) Business Outline	Design, manufacture and sale of electricity, gas and water meters; provision of integrated energy management solutions
(5) Capital Stock	CHF 29,700,000
(6) Established	December 20, 1996
(7) Major Shareholders and	Landis+Gyr Group AG, 100%* ¹

Ownership Percentage			
(8) Relationship between Toshiba and Landis+Gyr AG	Capital	Through an equity investment in Landis+Gyr Group AG, Toshiba indirectly owns 60% shares of Landis+Gyr AG.	
	Personnel	Toshiba has assigned two employees to Landis+Gyr AG as executive officers, and two employees are on temporary assignment to a subsidiary of Landis+Gyr AG. All four will return to Toshiba.	
	Business	Toshiba is engaged with a subsidiary of Landis+Gyr AG in a smart meter project in Japan, and will maintain such project engagement under the existing agreement with such subsidiary.	
(9) Operating Performance and Financial Condition in the Last Three Fiscal Years* ²			
Fiscal Years	FY2014	FY2015	FY2016
Net Assets (Equity)	1,755,207	1,729,839	1,732,639
Total Assets	2,845,530	2,784,347	2,625,439
Shareholder's Equity per Share	9.64	9.44	8.90
Net Sales	1,529,054	1,573,475	1,659,235
Operating Income	31,459	15,905	-5,253
Recurring Profit	9,845	-973	-30,259
Net Income (Loss)	10,294	-13,682	-62,570
Net Income (Loss) per Share	0.03	-0.05	-0.21
Dividend per Share	-	-	-

*1 Landis+Gyr Group AG is a holding company in which Toshiba and INCJ Colors B.V. hold 60% and 40% of its shares, respectively.

*2 Operating performance and financial condition is for Landis+Gyr Group AG. Net income (loss) per share and dividend per share is calculated based on the total number of outstanding shares of the company at the end of each fiscal year. Operating performance and financial condition is in U.S. Dollars and other items are in thousand U.S. Dollars.

3. Number of shares to be sold, sale price and number of shares held by Toshiba before and after the sale.

(1) Number of shares before the sale	17,706,000 shares (number of voting rights: 17,706,000; ownership percentage 60%)
(2) Number of shares	17,706,000 shares (number of voting rights: 17,706,000;

to be sold	ownership percentage 60%)
(3) Sale price	approx. 161.7billion yen *
(4) Number of shares after the sale	0 shares (ownership percentage: 0%)

* 60% of total sale price (approx.269.4 billion yen). Exclusive of commission charges, etc.

4. Schedule

(1) Date of decision	July 21, 2017 (today)
(2) Listing Date	July 21, 2017 (today)
(3) Settlement Date	July 25, 2017 (planned)

5. Future Outlook

Toshiba expects to recognize a consolidated net profit of approximately 40.0 billion yen* in FY2017 from the sale of shares of Landis+Gyr Group AG.

*An exchange rate of 117.06 yen to the Swiss Franc.

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