

**Notice Regarding Transfer of Fixed Assets and Other Income Gain
in Association with Kureha HQ Annex Relocation**

Kureha Corporation hereby announces that its Board of Directors has resolved today to transfer (sell) the non-current assets associated with its Tokyo headquarters annex building. Subsequently, Kureha expects to record a gain from this transfer as 'Other Income' for the fiscal year ending March 31, 2020 (FY2019). Details are as follows.

1. Reason for the transfer

Kureha's headquarters annex building (located at 3-26-2 Hyakunin-cho, Shinjyuku-ku, Tokyo) currently houses the company's Pharmaceuticals Department, Pharmaceutical Safety & Quality Management Department, Safety Research Center, and Adsorptive Medicine Technology Center (to be renamed 'Medical Materials Research Laboratories' on April 1, 2019). With the aim of enhancing inter-organizational collaboration and operational efficiency, we are relocating the former two departments to our Tokyo headquarters (at 3-3-2 Nihonbashihama-cho, Chuo-ku, Tokyo) and the latter two centers to one of the Iwaki Research and Development facilities (at 16 Ochiai, Nishiki-cho, Iwaki, Fukushima). Accordingly, we have decided to dispose the following assets so as to utilize management resources effectively and strengthen the company's financial position.

2. Details of the assets to be transferred

Description and location of assets	Gain on transfer of assets*	Current status
Land: 6,702.44m ² 3-26-2 Hyakunin-cho, Shinjyuku-ku, Tokyo	¥9.2 billion	In use for Kureha's HQ annex building

*The gain indicated above is a rough estimate calculated by subtracting the asset's book value and transfer-related expenses from the transfer price. We will not disclose the exact transfer price and book value of the asset at the request of the party to whom the asset is transferred ('the transferee').

3. Information on the transferee

Kureha will withhold the identity of the transferee due to confidentiality obligations to the transferee.

Kureha and the transferee do not have capital, personnel or business ties, and the transferee is not a party related to Kureha Corporation or its subsidiaries.



4. Transfer schedule

Resolution passed by Kureha's Board Directors: March 26, 2019

Contract signing: March 28, 2019 (tentative)

Transfer of asset: November 30, 2019 (tentative)

Vacation of land: October 2020 (tentative and after Kureha's relocation is completed)

5. Impact on the Company's financial results

Kureha expects to record an approximately ¥9.2 billion gain resulting from the sale of the aforementioned fixed asset as 'Other Income' during the fiscal year ending March 31, 2020 (FY2019). Meanwhile, there will be no impact on the FY2018 financial results. (Note Kureha uses the IFRS for preparing its financial reports, and Other Income is a part of the company's Operating Profit)

Our FY2019 earnings guidance is provided along with the FY2018 financial results announced on May 14, 2019.

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For further information, please contact:

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