

May 17, 2013

Company name: Sun Frontier Fudousan Co., Ltd.
Stock listing: Tokyo Stock Exchange 1st Section
Code number: 8934

URL: <http://www.sunfrt.co.jp>

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Notice Regarding Share Split, Adoption of Share Unit System, Partial Changes to the Articles of Incorporation, and Revision to the Dividend Forecast

In the Board of Directors meeting held on May 17, 2013, the Company resolved to split shares, adopt a share unit system along with revise the dividend forecast, as described below. Also, in the same Board of Directors meeting, it was resolved to add the “Matter of Partial Changes to the Articles of Incorporation” as a discussion item in the 14th General Shareholders Meeting scheduled to be held on June 20, 2013. As well, obtaining approval on the partial changes to the articles of incorporation matter at the 14th General Shareholders Meeting is a condition to the share split and adoption of a share unit system.

1. Purpose of Share Split and Implementation of Share Unit System

With the purpose of unifying the Share Unit Number (trading unit) to 100 shares, we will adopt a share unit system along with the share split, taking into consideration the intent of the “Action Plan for Consolidating Trading Units” (effective November 27, 2007) and “Transition Period to Standardize Share Units to 100 or 1,000 Shares” (effective January 19, 2012) that were announced by all domestic stock exchanges of Japan. The number of investment units will not actually change following the implementation of the share split and the adoption of the share unit system.

2. Summary of Share Split

(1) Method of Share Split

The share split shall have a record date of Monday, September 30, 2013 and shall involve the splitting of common shares held by shareholders whose names appear on or are recorded in the latest Registry of Shareholders on the record date at a ratio of 1:100 shares.

(2) Number of Increase in Shares by Share Split (as of May 17, 2013)

- ① Total number of outstanding shares before share split: 427,555shares
- ② Increase of shares by share split: 42,327,945shares
- ③ Total number of outstanding shares after share split: 42,755,500shares
- ④ Total number of authorized shares after share split: 91,200,000shares

(3) Schedule of Share Split

Public Notice Date of Record Date: September 13, 2013

Record Date: September 30, 2013
Effective Date: September: October 1, 2013

3. Adoption of the Share Unit System

(1) Number of Share Units that will be Newly Established

On the Effective Date of the Share Split which is Tuesday, October 1, 2013, a Share Unit System will be adopted and the number of share units will be 100 shares.

(2) Schedule for Establishment of New System

Effective Date: October 1, 2013

(NOTE)

Along with adopting the above Share Unit System, the trading unit on the Tokyo Stock Exchange will also change from 1 share to 100 shares on Thursday, September 26, 2013.

4. Partial Changes to the Articles of Incorporation

(1) Changes to the Articles of Incorporation

The necessary changes relating to the share split and adoption of the share unit system will be carried out as follows, taking into consideration the intent of the “Action Plan for Consolidating Trading Units” (effective November 27, 2007) and “Transition Period to Standardize Share Units to 100 or 1,000 Shares” (effective January 19, 2012) that were announced by all domestic stock exchanges of Japan with the purpose of unifying the Share Unit Number (trading unit) to 100 shares.

- ① The Company shall make changes to Article 6 (Total Number of Authorized Shares) of the current articles of incorporation to increase the total number of authorized shares in proportion to the share split ratio.
- ② The Company shall newly establish proposed Article 8 (Share Units) to adopt the share unit system at the same time as the share split in order to make the share unit 100 shares.
- ③ To determine the rights of shareholders with less than one share unit, the Company shall newly establish proposed Article 9 (Rights Regarding Shares Less than One Unit) and proposed Article 10 (Demand for Sale of Shares Less than One Unit).
- ④ Due to the new establishment of proposed Article 6 and proposed Article 8 to proposed Article 10, necessary renumbering of the Articles will be done.
- ⑤ In order to establish the effective date of these changes to the Articles of Incorporation, Article 1 will be newly established in the Supplementary Provisions.

(2)Description of Changes

The description of the changes are as follows.

(Changes are underlined)

Current Articles of Incorporation	Proposed Changes
(Total Number of Authorized Shares)	(Total Number of Authorized Shares)
Article 6 The Company’s total number of authorized shares shall be <u>912,000</u> shares.	Article 6 The Company’s total number of authorized shares shall be <u>91,200,000</u> shares.
Article 7 (Omitted)	Article 7 (No Change)
(Newly Established)	<u>(Share Units)</u>
(Newly Established)	Article 8 The Company’s Share Units shall be 100 shares.
(Newly Established)	<u>(Rights Regarding Shares of Less than One Unit)</u>
Article 8 – Article 40 (Omitted)	Article 9 The Company’s shareholders shall not exercise rights except for those listed below regarding the shares they possess of less than one unit.
(Newly Established)	<ol style="list-style-type: none"> (1) <u>Rights stipulated in each item of Paragraph 2 of Article 189 of the Company Act.</u> (2) <u>Rights to claim based on the provisions of Paragraph 1 of Article 166 of the Company Act.</u> (3) <u>Rights to be allotted the shares for subscription and share options for subscription according to the number of shares a shareholder possesses.</u> (4) <u>Rights to claim established in the next Article.</u>
Article 8 – Article 40 (Omitted)	<u>(Demand for Sale of Shares Less than One Unit)</u>
(Newly Established)	Article 10 Based on the rules of the stock handling, shareholders of the Company may request to sell the number of shares necessary to add to currently owned shares to make the number of shares to a share unit.
Article 8 – Article 40 (Omitted)	Article 11 – Article 43 (Unchanged)
(Newly Established)	<p style="text-align: center;"><u>Supplementary Provision</u></p> <p><u>The effective date of these changes to the Articles of Incorporation will be October 1, 2013. In addition, this Supplementary Provision shall be deleted after the effective date has passed.</u></p>

(3)Schedule

Date of Annual Shareholders' Meeting on the Changes to the Articles of Incorporation: June 20, 2013

Effective Date of the Changes to the Articles of Incorporation: October 1, 2013

5. Revisions to Projected Dividends

Regarding the forecast on the year-end payment of dividends for the fiscal year ending March 2014, which will be after the share split, as the Company splits common shares of 1 share into 100 shares, the forecast of dividend payment per share that was recorded in the "Consolidated Financial Results for the Fiscal Year Ended March 31, 2013), announced on May 10, 2013, will be revised as follows.

Further, this revision is conducted due to the share split and causes no substantial changes in the forecast of year-end dividends per share and total amount of dividends for the year announced on May 10, 2013.

	Amount of Yearly Dividends		
	2nd quarter period	Year end	Annual total
Previous forecast (May 10,2013)	0	850	850
Revised forecast	0	8.5	8.5
Payment previous fiscal year (fiscal year ended March,31 2012)	0	850	850