



August 10, 2016

SPARX Asset Management Co., Ltd.

Results of Exercising Our Voting Rights at
General Shareholders' Meetings in May and June 2016

SPARX Asset Management had the following results after exercising our voting rights at general shareholders' meetings held in May and June 2016.

(1) Number of votes exercised as Approval, Objection, Abstention, and Unconditional Authority for the resolution items proposed by the companies

	Approval (A)	Objection (B)	Abstention (C)	Unconditional Authority (D)	Total
a. Proposed appropriation of surplus capital	211	4	0	0	215
b. Election of directors	313	31	0	0	344
c. Election of auditors	215	2	0	0	217
d. Partial modification of the Articles of Incorporation	118	2	0	0	120
e. Payment of resignation bonuses	51	20	0	0	71
f. Revisions to executive compensation	104	16	1	0	121
g. Issuing subscription rights	0	0	0	0	0
h. Election of an independent auditor	7	0	0	0	7
i. Restructuring-related matters(*1)	3	0	0	0	3
j. Other company proposals(*2)	46	18	0	0	64
Total	1,068	93	1	0	1,162

(*1) Mergers, transfer and purchase of businesses, share exchanges, share transfers, and corporate divestitures

(*2) Buying back company shares, reducing legal reserves, third-party allocation of shares, capital reductions, reverse stock splits, and anti-takeover plans (excluding proposal types a-i above)

(2) Number of votes exercised as Approval, Objection, Abstention, and Unconditional Authority for the resolution items proposed by shareholders

	Approval (A)	Objection (B)	Abstention (C)	Unconditional Authority (D)	Total
Total	4	4	8	0	16

(3) Overview of the Results of Exercising Our Voting Rights

Among the companies that held their general shareholders' meetings in May and June of 2016, SPARX held the right to exercise voting rights at 301 companies. There was a total of 1,162 proposals made by these companies, and we voted in objection to 93 of these proposals. In light of our voting guidelines, these objection votes were cast from the perspective of our responsibility as trustees, and we cast them for matters deemed to be contrary to shareholder profits, including introducing and updating anti-takeover plans, electing directors, approving executive compensation, increasing the number of executives, instituting plans to appropriate surplus capital, and issuing stock options. Meanwhile, among the 16 proposals made by shareholders, SPARX cast four votes of approval (modifying the Articles of Incorporation and instituting plans to appropriate surplus capital).

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