

[TRANSLATION]

October 30, 2015

To whom it may concern:

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President and Representative Director
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Notification concerning the Acquisition of Asahi Security Co., Ltd. Shares

SECOM CO., LTD. (“SECOM”) hereby announced that it will acquire all of the issued shares of common stock, 101,764 shares, of Asahi Security Co., Ltd. (“Asahi Security”) from Toyota Industries Corporation (“Toyota Industries”) and Asahi Security will become a subsidiary of SECOM.

1. Reason for the Acquisition

Aiming to establish a “Social System Industry” that realizes a “society that provides security and peace of mind for all people whenever and wherever necessary,” and focusing on key themes—“security” (as the core theme), a “super-aged society” and “disaster preparedness/business continuity planning (BCP)/environmental preservation” —, SECOM group is working on creating new services by combining its various existing services. Through such efforts, SECOM group is providing a wide range of security services, including on-line security systems. For its armored car services, SECOM has been engaged in business development that emphasizes Automated Teller Machine (ATM) cash collection and deposit services for financial institutions.

On the other hand, Asahi Security provides cash collection and delivery services (including the collection, calculation and sorting of sales proceeds and their depositing into banks; and the preparation and delivery of cash for change and other related services). It has a strong presence in the industry in particular for cash collection and delivery services for its clients other than financial institutions (such as retailers and restaurants). SECOM believes that, with its tangible and intangible knowhow and infrastructures (such as its network, which has clients different from SECOM’s, and its 24-hour cash collection and delivery centers), Asahi Security will be able to provide a higher degree of “safety, peace of mind, comfort and convenience” to its clients through collaboration with the business infrastructure of SECOM group.

SECOM and Asahi Security will, through promoting collaboration, capitalizing on both strengths and pursuing various synergies, provide higher quality services to their respective clients, and strive to realize a society in which there is “safety, peace of mind, comfort and convenience,” and to enhance their respective corporate values.

2. Outline of a Subsidiary to be Acquired

a. Name	Asahi Security Co., Ltd.	
b. Address	4-2, Kaigan 2-chome, Minato-ku, Tokyo	
c. Name and Title of Representative	President and Representative Director, Toshimasa Murata	
d. Business Description	Cash collection and delivery and On-line security systems	
e. Capital	516 million yen	
f. Date of Establishment	May 15, 1998 (Founded in December 1971)	
g. Major Shareholders and Shareholding Ratio	Toyota Industries Corporation	100%
h. Relationship between SECOM and Asahi Security	Capital Relationship	There is no capital relationship to be mentioned between SECOM and Asahi Security. There is also no capital relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Asahi Security.
	Personnel Relationship	There is no personal relationship to be mentioned between SECOM and Asahi Security. There is also no personal relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Asahi Security.
	Transactional Relationship	SECOM provides security services to Asahi Security. There is also no transactional relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Asahi Security.

i. Business Performance and Financial Conditions for the Last Three Years (Non-consolidated) (in millions of yen)			
Fiscal Years Ended	March 31, 2013	March 31, 2014	March 31, 2015
Net Assets	12,475	12,675	14,158
Total Assets	84,499	86,591	95,572
Net Assets Per Share of Common Stock (yen)	122,588.31	124,554.49	139,130.72
Revenue	33,618	34,938	36,389
Operating Profit	3,059	2,105	2,612
Ordinary Profit	2,525	1,752	2,251
Net Income	1,510	949	1,435
Net Income Per Share of Common Stock (yen)	14,843.39	9,329.03	14,110.11
Cash Dividends Per Share of Common Stock (yen)	7,400.00	4,670.00	7,060.00

3. Outline of the Transferor for the Share Purchase

a. Name	Toyota Industries Corporation		
b. Address	2-1, Toyoda-cho, Kariya-shi, Aichi		
c. Name and Title of Representative	President and Representative Director, Akira Onishi		
d. Business Description	Manufacture and sales of textile machinery, automobiles, materials handling equipment, etc. as well as logistics business, etc.		
e. Capital	80,462 million yen		
f. Date of Establishment	November 18, 1926		
g. Major Shareholders and Shareholding Ratio	Toyota Motor Corporation		23.5 %
	Denso Corporation		9.1 %
h. Relationship between SECOM and Toyota Industries	Capital Relationship	There is no capital relationship to be mentioned between SECOM and Toyota Industries. There is also no capital relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Toyota Industries.	

	Personnel Relationship	There is no personal relationship to be mentioned between SECOM and Toyota Industries. There is also no personal relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Toyota Industries.
	Transactional Relationship	SECOM provides security services to Toyota Industries. There is also no transactional relationship to be specially mentioned between affiliated parties and companies of SECOM and those of Toyota Industries.
	Related Party Relationship	Toyota Industries is not a related party of SECOM.

i. Business Performance and Financial Conditions for the Last Three Years

(in millions of yen)

Fiscal Years Ended	March 31, 2013	March 31, 2014	March 31, 2015
Consolidated Net Assets	1,524,933	1,829,326	2,425,929
Consolidated Total Assets	3,243,779	3,799,010	4,650,896
Consolidated Net Assets Per Share of Common Stock (yen)	4,719.66	5,640.08	7,500.16
Consolidated Revenue	1,615,244	2,007,856	2,166,661
Consolidated Operating Profit	77,098	107,691	117,574
Consolidated Ordinary Profit	86,836	138,133	170,827
Net Income Attributable to Owners of the Parent	53,119	91,705	115,263
Consolidated Net Income Per Share of Common Stock (yen)	170.36	292.76	367.06
Cash Dividends Per Share of Common Stock (yen)	55.00	85.00	110.00

4. The Number of Shares to be Acquired, Purchase Price and Conditions of Shares Held before and after the Acquisition

(1)	The number of shares held before the acquisition	0	(The number of voting rights: 0) (Shareholding ratio: 0%)
(2)	The number of shares to be acquired	101,764	(The number of voting rights: 101,764) (Purchase price: 81,000 million yen)
(3)	The number of shares to be held after the acquisition	101,764	(The number of voting rights: 101,764) (Shareholding ratio: 100%)

5. Schedule for the Share Purchase

(1) Execution of Share Purchase Agreement	October 30, 2015
(2) Closing Date	December 1, 2015 (planned)

6. Future Prospects

Detailed effects of this acquisition on SECOM's consolidated financial position and performance will be reviewed and disclosed in a timely manner.

7. Other Items to be Specially Mentioned

The execution of this acquisition is conditional upon no such factor prohibiting the execution of the acquisition, including cease and desist order from the Japan Fair Trade Commission, as a result of the examination by the authority.

(Reference)

Projections for the Consolidated Financial Results for the Fiscal Year Ending March 31, 2016, and the Consolidated Financial Results for the Fiscal Year Ended March 31, 2015

(in millions of yen)

	Consolidated Revenue	Consolidated Operating Profit	Consolidated Ordinary Profit	Net Income Attributable to Owners of the Parent
Projected Financial Results for the Fiscal Year Ending March 31, 2016	866,000	126,100	131,100	80,200
Actual Financial Results for the Fiscal Year Ended March 31, 2015	840,722	123,615	136,688	75,392