

Company	KITO CORPORATION
President and CEO	Yoshio Kito
Identification Code	6409 (TSE 1)
Contact	Shigeki Osozawa Managing Director Chief Financial Officer TEL: +81-(0)3-5908-0161

Supplementary explanations on Proposal No. 3 of the 75th Ordinary General Meeting of Shareholders

We would like to give a supplementary explanation on Proposal No.3 in the Notice of the 75th Ordinary General Meeting of Shareholders, which will be sent on June 4, 2019.

Description

About Mr. Kiyohito Hamada of the candidate number 2 of the Proposal No.3

Mr. Kiyohito Hamada of candidate number 2 has been serving as an independent corporate auditor for 12 years at the end of this general meeting. Our Board of Directors has not only received a lot of advice from Mr. Kiyohito Hamada from his expertise and experience, but has also received objective and appropriate points from the accounting, finance and governance perspective. As a result, we believe that he is actively contributing to our company as an independent officer of our company. We decided him to be an outside corporate auditor candidate for our company, considering that his knowledge is essential to our future growth and risk management.

There is no business relationship between our company and Yotsubasogo Accounting Office as well as the candidate.

About Ms. Eiko Hakoda of the candidate number 3 of the Proposal No. 3

We believe that Ms. Eiko Hakoda of candidate number 3 meets all the requirements of the independent officer prescribed in Article 436-2 of the Securities Listing Regulations of the Tokyo Stock Exchange (the "TSE"), and that she does not have the possibility of creating a conflict of interest with our general shareholders. However, since we don't designate her as an independent officer of the TSE in accordance with the rules of Mori Hamada & Matsumoto to which the candidate belongs, we don't report her as an independent officer to the TSE.

There is no business relationship between our company and Mori Hamada & Matsumoto as well as the candidate.