

October 25, 2017

Company Name: KYB Corporation
Representative: Yasusuke Nakajima, Representative
Director, President Executive Officer
Stock Code: 7242; First Section of Tokyo Stock
Exchange
For further information, please contact:
Hideaki Ogura, General Manager,
General Affairs Headquarters, CSR Div.
Tel: +81-3-3435-3545

**Notice Regarding Acquisition of Treasury Shares for the Purpose of
Processing Fractional Shares Arising from Consolidation of Shares
(Acquisition of Treasury Shares Pursuant to the Provisions of
Article 235, Paragraph 2 and Article 234, Paragraphs 4 and 5 under the Companies Act)**

At today's meeting of the Board of Directors of the company the following resolution was made regarding the processing of fractional shares arising from consolidation of shares pursuant to the provisions of Article 235, Paragraph 2 and Article 234, Paragraphs 4 and 5 under the Companies Act.

1. Outline of purchase

Based on a resolution made at the 95th Annual Shareholders' Meeting held on June 23, 2017, the consolidation of shares at the ratio of 10-to-1 took effect as of October 1, 2017.

Regarding the processing of fractional shares arising from this consolidation of shares, it was determined at today's meeting of the Board of Directors that the company would acquire the fractional shares as treasury shares, based on the provisions of Article 235, Paragraph 2 and Article 234, Paragraphs 4 and 5 under the Companies Act.

2. Details of purchase

(1) Type of shares to be acquired Common shares of the company

(2) Number of shares to be acquired 649 shares

(3) Total amount to be paid by the
company in exchange for *shares* The amount obtained by multiplying 649 shares indicated in (2) above by the closing price of our common shares on the Tokyo Stock Exchange on October 25, 2017. However, if there were no sales transactions on that day, the amount shall be obtained by multiplying the trade price of the first sales transaction on the Tokyo Stock Exchange after that day by the 649 shares indicated in (2) above.

(4) Date of acquisition October 25, 2017

However, if there were no sales transactions on that day, the date shall be extended to the day when the first available sales transaction has been made on the Tokyo Stock Exchange after that day.