

August 18, 2016
Toshiba Corporation

Toshiba Releases “Status of Improvement Situation Report”

TOKYO—Toshiba Corporation (TOKYO: 6502) today released a “Status of Improvement Situation Report” detailing the progress made in its continuing efforts to execute measures to prevent any recurrence of the accounting issues the company has experienced. This report follows on from the “Improvement Plan and Situation Report” that Toshiba announced on March 15 this year in relation to the fact that Toshiba had to revise its past financial statements announced on September 7, 2015. This report was formulated with reference to “Principles for Listed Companies in Scandal” issued by Japan Exchange Regulation and covers the cause of accounting issues and progress of measures to prevent recurrence.

Since September 2015, Toshiba has been resolutely implementing management with integrity grounded in compliance under a new management revitalization promotion structure. In reforming its corporate governance, the company has strengthened the supervisory function over top management, mainly by outside directors; strengthened function of checks and balances by the CFO and the Finance and Accounting Divisions; strengthened internal control functions, including business process reform; and implemented measures to improve awareness of management and employees and to put in place measures for upgrading and operating the disclosure system.

Toshiba remains determined to secure cancellation of its designation as a Securities on Alert, and toward this, will steadily and with integrity carry out all measures necessary to prevent recurrence and to improve its internal control system and corporate culture. Toshiba is currently working on written confirmation of internal management system for presentation to the Tokyo Stock Exchange and Nagoya Stock Exchange and plans to submit the document on September 15, a year after the company’s designation as a Securities on Alert.

The “Status of Improvement Situation Report” is currently only available in Japanese. An English translation will be released at a later date.

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