

July 26, 2017
Toshiba Corporation

FOR IMMEDIATE RELEASE

Update on Acquisition of ENGIE's Stake in NuGeneration Limited

TOKYO – On April 4, 2017, in “Notice on Acquisition of ENGIE’s Stake in NuGeneration Limited,” Toshiba Corporation announced that ENGIE S.A. (“ENGIE”), a co-founder of NuGeneration Limited (“NuGen”), had exercised its right to require Toshiba to purchase all shares of NuGen held by ENGIE (40% ownership). Toshiba hereby announces that, after consultation with ENGIE, the share acquisition procedures were completed in UK on July 25, 2017.

Based on the shareholder agreement, the share purchase price is 15.862 billion yen (GBP108.8 million*¹). As a result of discussions based on the shareholder agreement between the related parties, it was agreed that Toshiba will bear an additional cost of approximately 3.6 billion yen (approx. GBP 25 million), which includes the cost of acquiring Generic Design Assessment (GDA), the UK certification of the AP1000 reactor design granted to Westinghouse in March 2017.

The financial impact of the transaction will be reported in Toshiba’s accounts for the first quarter of FY2017, and is forecast to be a 3.6 billion yen decrease in the consolidated profit and loss statement; a 20.5 billion yen decrease in consolidated shareholders’ equity that includes the impact on Toshiba Group of a decrease in additional paid-in capital resulting from the acquisition of ENGIE’s non-controlling interest, which reflects the loss previously borne by ENGIE as a minority shareholder; and a 19.5 billion yen decrease in consolidated net assets,

Toshiba also expects to record an impact of 19.5 billion yen decrease in its non-consolidated financial results. Following impairment testing, Toshiba has already made a provision of approximately 45.1 billion yen*² in its revised full-year financial forecast for FY2016 for impairment of goodwill and fixed assets at NuGen.

*¹ The amount is converted at the in-house rate of July 2017 (1GBP = 145.79 yen). This has not changed from the assumed local currency purchase price of April 4, 2017

*² The impairment amount is calculated based on the fixed assets amount recorded as of the end of March 2017. The impairment amount of approximately 49.7 billion yen announced on April 4, 2017 is a provisional value.

Toshiba will continue to look for investors interested in investing in NuGen, and to consider the sale of its holding in the company. Toshiba will provide prompt disclosure of information as and when necessary.

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