

December 3, 2019

Company name: Morinaga Milk Industry Co., Ltd.
5-33-1 Shiba, Minato-ku, Tokyo
Representative: Michio Miyahara,
President & Representative Director
(Code: 2264 First Section of the Tokyo Stock Exchange)

(Update on Disclosed Matter) Notice Regarding Transfer of Fixed Assets (Beneficial Interest in Trust)
of a Consolidated Subsidiary of the Company

Morinaga Milk Industry Co., Ltd. (hereinafter, “the Company”) hereby announces that, with respect to the information contained in the “Notice Regarding Transfer of Fixed Assets (Beneficial Interest in Trust) of a Consolidated Subsidiary of the Company” dated April 11, 2019, the item that was indicated as scheduled therein has been established, as follows.

1. Schedule of the transfer

Property handover date: December 3, 2019

2. Future outlook

As the handover date falls within the fourth quarter of the fiscal year ending February 2020 of MM Property Funding Corp., the Company’s consolidated subsidiary, it is expected that a gain on sales of fixed assets of approximately 7 billion yen will be posted as extraordinary income in the Company’s consolidated financial results for the fourth quarter of the fiscal year ending March 2020.

Note that the said extraordinary income is incorporated in the full-year forecast of consolidated financial results for the fiscal year ending March 2020.

(Reference) Matters disclosed on April 11, 2019 (partially reprinted)

Description of the assets to be transferred

Description and location of the assets	Morinaga Plaza Building 33-1 Shiba 5-chome, Minato-ku, Tokyo Land: 6,137.38 m ² Building: 47,270.96 m ²
Transfer ratio	50.1% (post transfer: MM Property Funding Corp.’s interest 49.9%)
Gain on transfer (planned)	¥7 billion
Current status	Partly used by the Company and partly leased

Disclaimer: This English translation is provided for the benefit of readers. In the case that discrepancies exist between the original Japanese version and the English translation, precedence goes to the original Japanese version.