

July 6, 2018

To whom it may concern,

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President CEO
OAT Agrio Co., Ltd.
(code: 4979, TSE 1st Section)
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**Announcement regarding the completion of acquisition of subsidiaries' stock
(transition of matters to be disclosed)**

This is to announce that the procedures to acquire stock in the Spanish companies Lida Plant Research, S.L. (hereinafter referred to as "Lida"), and Capa Ecosystems, S.L.U. (hereinafter referred to as "Capa"), as per the "Announcement regarding the concluding of an agreement to acquire stock in the Spanish companies Lida and Capa" of May 25, 2018, were completed on July 5, 2018.

1. Purpose of the transaction and future management policy

Based on our corporate philosophy of contributing to the people of the world through food production enhancement technologies (agri-technologies) and sincerity, OAT Agrio provides technologies and services that contribute to the three agri-technologies of plant protection, fertilization and irrigation, and biostimulants. In terms of the situation in which agriculture finds itself today, it is expected that there will be an increased global demand for agriculture in the future as the world population continues to grow, and it is becoming extremely important to make effective use of limited arable land and to develop agricultural production materials and cultivation technologies that will enhance agricultural production.

Against this backdrop, with the provision of products and technology that will contribute to food production enhancement as the basic policy of our overseas expansion, OAT Agrio has been working to expand its overseas business. Through the stock acquisition, OAT Agrio will become actively involved in the fertilizers and biostimulants owned by LIDA and CAPA, as well as the natural plant protection materials called phytovaccines, which apply the innate immunities that plants have against diseases.

In addition, LIDA and CAPA's sales channels will be used for the further deployment of OAT Agrio products, further enhancing our sales strength.

2. Corporate outline of subsidiaries

Lida

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|---------------------|---|
| (1) Name | Lida Plant Research, S.L. |
| (2) Representative | Ricardo Villuendas Segui (CEO) |
| (3) Head office | Valencia, Spain |
| (4) Capital | 775,290 JPY *Converted at a rate of €1 = 129 JPY (as of July 6, 2018) |
| (5) Main businesses | Development, manufacture and sales of agricultural materials |

CAPA

- (1) Name Capa Ecosystems, S.L.U.
- (2) Representative Ricardo Villuendas Segui (CEO)
- (3) Head office Valencia, Spain
- (4) Capital 387.709 JPY *Converted at a rate of €1 = 129 JPY (as of July 6, 2018)
- (5) Main businesses Development, manufacture and sales of agricultural materials

3. Impact on business results

The impact on consolidated business results for the current term will be slight, but in the event of any likely impact on business results forecasts, once the details are determined they will be made public in an appropriate manner, in accordance with the Timely Disclosure Rule of the Tokyo Stock Exchange.