

June 4, 2018

To our shareholders:

Company name: Infocom Corporation
(Securities code: 4348)
Representative: Norihiro Takehara, President and CEO
Contact: Shinya Tanaka, Head of Corporate
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Infocom's Position Regarding the ISS Report on Proposal No. 3 of the 36th Ordinary General Meeting of Shareholders

Infocom Corporation ("Infocom" or "the Company") has confirmed that a proxy advisory firm, Institutional Shareholder Services Inc. ("ISS"), has issued a report ("the Report") that recommended opposing Mr. Norihiro Takehara, a candidate for director listed under Proposal No. 3 "Election of Six Directors" of the 36th Ordinary General Meeting of Shareholders of the Company, scheduled to be held on June 14, 2018.

To assist our shareholders and investors in determining whether to approve of the proposal for the election of the candidate, we would like to explain our position regarding the Report. We sincerely ask that you carefully consider whether to vote for or against the proposal upon carefully reviewing this supplementary explanation.

1. ISS's position in the Report

In the Report ISS recommends voting against the election of Mr. Norihiro Takehara, the President and CEO of the Company. The reasons for the disapproval is that there will be only one independent outside director since ISS considers one of the two candidates for independent outside directors is not sufficiently independent.

The candidate for independent outside director ISS believes is not sufficiently independent is Mr. Kazuhiko Fujita, for the reason that he was employed at the Company's bank, Mitsubishi UFJ Financial Group, Inc. ("MUFJ"), in the past.

Mr. Kazuhiko Fujita's career summary, and position and responsibility in the Company

Apr	1976	Joined the Bank of Tokyo, Ltd.
Jul	1989	Resigned from the Bank of Tokyo, Ltd.
Aug	1989	Joined S.G. Warburg & Co.
Mar	1993	Joined Yaohan International Holdings Ltd.
May	2005	Director, Tanita Corp.
Oct	2015	Independent consulting business including business management, development of internal control systems, and overseas business strategy (current position)
Feb	2016	Advisor to the Overseas Business Department, Autobacs Seven Co., Ltd. (current position)
Jun	2016	Director, the Company (current position)

2. Infocom's position regarding the Report

- Mr. Kazuhiko Fujita satisfies the conditions for an outside director specified in the Companies Act, and meets the criteria for independence for independent directors set forth by Tokyo Stock Exchange, Inc.
- ISS claims that Mr. Fujita is not fully independent based on his employment at the Bank of Tokyo, Ltd. (“the Bank of Tokyo”) from April 1976 to July 1989. However, the Company did not have any transactions with the Bank of Tokyo during this time. After Mr. Fujita had resigned from the Bank of Tokyo, it became MUFJ as a result of restructuring of banks. Mr. Fujita does not have a history of employment at MUFJ.
- Infocom has nominated Mr. Fujita as a candidate for outside director because he has extensive business experience in such areas as overseas business promotion as well as experience serving as a director at Tanita Corp. He has accumulated such experience in building his career as an individual, and his employment at the Bank of Tokyo more than 17 years ago is not the reason the Company has nominated him to the position of an outside director.

Based on above, we believe that Mr. Fujita is sufficiently independent for the position of an outside director, and hence, the number of independent outside directors at the Company will be two. Accordingly, we believe it fully appropriate that the Company's top management, Mr. Norihiro Takehara, nominate candidates for directors.

Again, we sincerely ask that you carefully consider the exercise of voting rights for the proposal in question upon reviewing our position stated above.

Note: The purpose of this document is to provide supplemental information regarding a proposal, separately from the reference documents for General Meeting of Shareholders provided in accordance with laws and ordinances.