News Release

December 12, 2017

TSUMURA & CO.

To: All Media Representatives

Oil Spill at Takikawa Farm (Takikawa City, Hokkaido)

It has been confirmed that an oil spill occurred on December 7 at Takikawa Farm, owned by our

subsidiary YUBARI TSUMURA CO., LTD. (Yubari City, Hokkaido).

Under the guidance of the authorities, measures are currently being taken to prevent the spilled oil from spreading. We sincerely apologize to everyone in the vicinity and everyone involved for

the concern and trouble caused by this accident.

We will implement thorough safety management and take all possible preventive measures to

ensure that similar incidents do not occur again in the future.

[Circumstances of the accident]

Date: December 7, 2017 at approximately 10 o'clock (oil spill confirmed)

Location: Takikawa Farm, Ebeotsu House Building No. 3 (13-2-1 Ebeotsuchounishi, Takikawa City,

Hokkaido)

Cause: It is thought that when covering the boiler with a snow-protection sheet, the valve to

release air from the boiler pipe opened for some reason, resulting in a spill.

Damage: (1) It was confirmed that oil had spilled out onto the soil on the premises.

(2) It was confirmed that oil had spilled out onto the road ditches outside the premises as

well as into the neighboring Dai-Ni Kumaana River.

Countermeasures: (1) We will remove the oil from the soil on the premises.

(2) We are taking steps to prevent further damage to road ditches as well as to

Dai-Ni Kumaana River and other rivers, such as installing oil adsorption

sheets and oil fences.

Inquiries

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