

Company: Takata Corporation
Representative: Shigehisa Takada, Chairman and
CEO

Counsel: Hideaki Sudo
Counsel: Nobuaki Kobayashi

Q&As on the Proposed Rehabilitation Plan

Q1: I would like to know about procedures going forward.

A1: The procedures following the decision to refer the proposed rehabilitation plan to resolution of creditors at the creditors meeting are as follow. Please note that the following is the procedures contemplated as of now, and the actual schedule may differ.

Court decision on refer the plan to resolution of creditors (March 16, 2018)



Mailing of the proposed rehabilitation plan



Explanatory meetings for creditors (in Tokyo on April 17, 2018; in Shiga on April 18, 2018)

We will explain the proposed rehabilitation plan to our creditors. As stated below, Takata Kyushu Corporation and Takata Service Corporation are not planning to hold explanatory meetings.



Creditors meeting (May 23, 2018)

Plan confirmation by the Court

Our creditors will vote on the proposed rehabilitation plan. After the proposed rehabilitation plan is approved by our creditors, the court will determine whether to confirm.



Plan confirmation becoming final and binding (expected around June 25, 2018)

Once the court's plan confirmation becomes final and binding, the rehabilitation plan will take effect.

Q2: I would like to know the details of the proposed rehabilitation plan. Will there be any opportunity for me to get an explanation of the details of the proposed rehabilitation plan?

A2: The proposed rehabilitation plan will be mailed to our rehabilitation creditors for review.

For stakeholders other than rehabilitation creditors, please refer to our website, where you can find the “Overview of the Proposed Takata Corporation Rehabilitation Plan”, an attachment to the March 16, 2018 notice “Re: The Court Decision to Refer the Proposed Rehabilitation Plans filed by the Companies to Resolution of the Creditors”.

To gain the understanding of our rehabilitation creditors, we are planning to hold explanatory meetings for creditors on the proposed rehabilitation plan. Our rehabilitation creditors can ask questions about the proposed rehabilitation plan at those meetings. The information on the dates, venues and other details of the explanatory meetings will be included in the notice that we will send to the rehabilitation creditors.

Takata Kyushu Corporation and Takata Service Corporation are not planning to hold explanatory meetings for creditors.

Q3: How can I exercise my voting rights with respect to the proposed rehabilitation plan?

A3: You will be asked to exercise your voting right in writing or at the creditors meeting. Please see the notice from the Court enclosed with the proposed rehabilitation plan for details.

Q4: I would like to know about the amount and timing of payment.

A4: Rehabilitation creditors should look into the proposed rehabilitation plan, which will be mailed to them.

For stakeholders other than rehabilitation creditors, please refer to our website, where you can find the “Overview of the Proposed Takata Corporation Rehabilitation Plan”, an attachment to the March 16, 2018 notice “Re: The Court Decision to Refer the Proposed Rehabilitation Plans filed by the Companies to Resolution of the Creditors”.

Q5: What will happen to company shares?

A5: Under the proposed rehabilitation plan that we filed, all our outstanding shares will be subject to gratis acquisition and retired.

The evaluation of the property shows that the company was found to be insolvent and thus, in accordance with the provisions of the Civil Rehabilitation Act, the aforementioned treatment is provided for in the proposed rehabilitation plan with the approval of the court.

Q6: When will the annual shareholders' meeting be held this year?

A6: As mentioned above, under the proposed rehabilitation plan that we filed, all our outstanding shares will be subject to gratis acquisition and cancelled, and thus, we are not planning at this point to hold an annual shareholders meeting with our current shareholders.

Q7: Can shareholders attend the explanatory meeting with creditors and/or the creditors' meeting?

A7: The explanatory meetings for creditors and the creditors' meeting are open only to our rehabilitation creditors, and our shareholders are not entitled to attend either the explanatory meeting with creditors or the creditors' meeting. We sincerely ask for your kind understanding.

End