

12 May 2014

4-2-36 Takezaki-cho Shimonoseki-shi
Yamaguchi Financial Group, Inc.
Koichi Fukuda
President
(First Section of TSE; Code: 8418)
Contact Corporate Planning Department
Full Name Kazuhito Yagi
Title General Manager
Tel 083-223-5517

**Adjustment of the Conversion Price of
U.S.\$300,000,000 Zero Coupon Convertible Bonds due 2018**

Yamaguchi Financial Group, Inc. announces the adjustment of the conversion price of the outstanding U.S.\$300,000,000 Zero Coupon Convertible Bonds due 2018.

Reason for the adjustment: Adjustment of Conversion Price pursuant to Condition 5.2.4 of the terms and conditions of the Bonds due to the existence of an Extraordinary Dividend (as defined in such Condition 5.2.4) resulting from payment of a dividend of ¥1 per Share. The payment of such dividend was authorised by a resolution of the board of directors on 9 May 2014.

Old Conversion Price: \$10.56

New Conversion Price: \$10.55

Record Date: 31 March 2014 (Japan time)

Effective Date for the new Conversion Price: Retroactively from the day after the Record Date set out above (Japan time)

Contact:
Shinichi Watanabe
Yamaguchi Financial Group, Inc.
Corporate Planning Dept.
(TEL 083-223-5517)