

16 May 2016

4-2-36 Takezaki-cho Shimonoseki-shi
Yamaguchi Financial Group, Inc.
Koichi Fukuda
President
(First Section of TSE; Code: 8418)
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Adjustment of the Conversion Price of U.S.\$300,000,000 Floating Rate Convertible Bonds due 2020

Yamaguchi Financial Group, Inc. announces the adjustment of the conversion price of the outstanding U.S.\$300,000,000 Floating Rate Convertible Bonds due 2020.

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 Extraordinary Dividend (as defined in Condition 5.2.4) resulting from payment of an annual dividend of ¥15 per Share. The payment of such dividend was approved at the meeting of the Board of Directors on 13 May 2016.

Old Conversion Price: \$13.49

New Conversion Price: \$13.48

Record Date: 31 March 2016 (Japan time)

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

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