

ENGLISH TRANSLATION FOR REFERENCE PURPOSE ONLY

This notice is an English translation of the original Japanese text of the timely disclosure statement dated June 1 issued by Daio Paper Corporation, and is for reference purposes only. In the event of any discrepancy between the original Japanese text and this English translation, the Japanese text shall prevail.

June 1, 2020

To whom it may concern:

Name of Company: Daio Paper Corporation
Name of Representative: Masayoshi Sako
President and CEO
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Announcement of Completion of Acquisition of Shares of a Hygiene Products Manufacturer in Turkey (New Subsidiary) and a Change in the Corporate Name of the Acquired Subsidiary

Daio Paper Corporation (hereinafter “Daio”) announced on February 27, 2020 that it would acquire all shares of Özen Kişisel Bakım Ürünleri Üretim A.Ş. (hereinafter “Özen”), a hygiene products manufacturer in the Republic of Turkey (hereinafter “Turkey”). In relation to that, Daio announces that the acquisition was completed and it has changed Özen’s corporate name. The details are as follows.

1. Date of the Share Acquisition: May 29, 2020

2. Overview of Acquired Subsidiary

(1) Corporate name	Elleair International Turkey Kişisel Bakım Ürünleri Üretim A.Ş. (abbreviated “EITR”) (Former name: Özen Kişisel Bakım Ürünleri Üretim A.Ş.)
(2) Principal office	Balçık Mahallesi Pelitli Yolu Cad. No: 138/1/1 Gebze/Kocaeli Turkey
(3) Business description	Production and sales of baby diapers, wet wipes, toiletries, etc.
(4) Stated capital	154,000 Thousand TRY (Approximately 2.4 Billion JPY @15.8 JPY/TRY)
(5) Date of establishment	January 13, 1998

3. Operation of EITR and Daio's Vision

Mr. Toru Shimizu, executive officer in charge of Turkey business from Home & Personal Care Overseas Business Group of Daio, took office as president of EITR.

Daio regards Turkey, MENA (Middle East and North Africa), Russia and neighboring countries as a single market, and it positions EITR as its production hub in the region. Daio aims to further enhance its corporate value by developing EITR's business with a view to expanding across the region, through the introduction and application of its product development capabilities, manufacturing technology and sales capabilities that it has developed with its businesses in the Japanese and Asian markets.

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