

## Communications of Independent Directors with Internal Auditors and CPAs

1. The Communication of the independent directors with CPAs and the internal auditors
  - A. In the Audit Committee meetings the CPAs present the findings of their quarterly review/audits on the Company's financial statements and communicate with independent directors for the applicable laws and regulations.
  - B. The internal auditors send audit reports to the independent auditors on monthly basis, and immediate discussions and communications were held if any questions/concerns were raised by the independent directors. Also, the summary of audit reports is presented in the Audit Committee meeting quarterly; if necessary, the Audit Committee will invite the management in charge to participate in the discussion. The General Auditor presents the quarterly meeting resolutions to the Board for further instructions.
2. The major matters of the communication between the independent directors and the CPAs

The communication between the independent directors and the CPAs works well. The major communication matters in 2016 are as follows.

Date	Description of the major matters
2016.03.25	The CPAs reported the audit on the Company's consolidated/parent-company-only financial results for year of 2015 and communicated with the independent directors.
2016.05.13	The CPAs reported the review on the Company's consolidated financial results for Q1 2016 and communicated with the independent directors.
2016.08.12	The CPAs reported the review on the Company's consolidated financial results for Q2 2016 and communicated with the independent directors.
2016.11.11	The CPAs reported the review on the Company's consolidated financial results for Q3 2016 and communicated with the independent directors.

3. The major matters of the communication between the independent directors and the internal auditors

The communication between the independent directors and the internal auditors also works well. The major communication matters in 2016 are as follows.

Date	Description of the major matters
2016.03.25	Internal auditors reported the audit results for Q4 2015 and then communicated with the independent directors.
2016.05.13	Internal auditors reported the audit results for Q1 2016 and then communicated with the independent directors.
2016.08.12	Internal auditors reported the audit results for Q2 2016 and then communicated with the independent directors.
2016.11.11	Internal auditors reported the audit results for Q3 2016 and then communicated with the independent directors.