

FOR IMMEDIATE RELEASE

July 2, 2019

Notice Regarding Determination of Certain Terms of Subscription Rights to Shares (Stock Compensation-Type Stock Options)

Japan Tobacco Inc. (JT) announced today that the amount to be paid in and other items related to the subscription rights to shares to be allotted to its Directors (excluding Outside Directors) and Executive Officers (*sikkoyakuin*) announced on June 14, 2019 have been determined, as follows.

- 1. Name of Subscription Rights to Shares: Subscription Rights to Shares of Japan Tobacco Inc., 2019
- 2. Total Number of Subscription Rights to Shares:1,566(200 shares of common stock to be issued for one subscription right to share)
- 3. Amount to be paid in for Subscription Rights to Shares: Per subscription right to share \(\xi\)188,000 (Per share \(\xi\)940)

###

Japan Tobacco Inc. is a leading international tobacco company with operations in more than 130 countries. With over 63,000 employees, it manufactures and sells some of the world's best-known brands including Winston, Camel, MEVIUS and LD. The JT Group is committed to investing in Reduced-Risk Products (RRP) and currently markets its tobacco vapor products under the Ploom brand and various e-cigarette products under the Logic brand. The Group is also present in the pharmaceutical and processed food businesses. For more information, visit https://www.jt.com/.

Contacts: Masahito Shirasu, General Manager

Media and Investor Relations Division

Japan Tobacco Inc. Tokyo: +81-3-5572-4292

E-mail: jt.media.relations@jt.com

[This is an English translation prepared for reference purpose only. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.]