



June 26, 2017

News Release

TAKATA CORPORATION
TSE 7312

**Notice on Petition
for Commencement of Civil Rehabilitation Proceeding, etc.**

Takata Corporation (including its group companies where the content so requires “Takata”) hereby announces that, at the meeting of its board of directors held on June 26, 2017, it resolved to file a petition for the commencement of civil rehabilitation proceeding, and filed the same with the Tokyo District Court. The petition was heard on the same date, and the Court immediately issued a temporary restraining order, under which repayments are prohibited, and a supervision order. The Court also appointed Mr. Katsuyuki Miyakawa, Attorney-at-Law, as the Supervisor.

Takata’s consolidated subsidiaries, Takata Kyushu Corporation (“Takata Kyushu”) and Takata Service Corporation (“Takata Service”), simultaneously filed petitions for the commencement of civil rehabilitation proceedings, and Takata’s 12 overseas subsidiaries (including TK Holdings Inc., which is Takata’s U.S. subsidiary (“TKH”)) resolved to file petitions for the commencement of proceedings under Chapter 11 of the U.S. Bankruptcy Code (“Chapter 11”) on June 25, 2017 (East U.S. time) and, on the same day, filed the petitions with the U.S. Bankruptcy Court of Delaware.

As a result, there is a possibility that Takata’s claims against Takata Kyushu, Takata Services and TKH and each of Takata’s subsidiaries’ claims against Takata may not be collected.

Takata sincerely regrets any inconvenience caused by this petition for the creditors as well as the related parties who have been supporting and cooperating with Takata.

Takata is planning to rebuild its business with the support of Key Safety Systems (“KSS”), recommended by the Steering Committee as the sponsor, and will continue discussions with KSS regarding its support. Going forward, under the supervision of the Tokyo District Court and Mr. Miyakawa, Attorney-at-Law, the Supervisor appointed by the Court, Takata will make its best efforts to rebuild its business.

1. Background of, and Reasons for, Petition

The former Takata Corporation (“Former Takata”), a predecessor of Takata, was established as Takata Kojo Corporation in November 1956 in Hikone-shi, Shiga Prefecture.



Thereafter, its trade name was changed to Takata Corporation, and it commenced the manufacture and sale of airbags in the 1980s. The Former Takata built production and sales bases around the world and developed the market, and resultantly, its airbags gained a large share of the world market. The present Takata Corporation is a company established in January 30, 2004 as Takata Business Planning Corporation, which succeeded to the Former Takata's business related to automotive safety components (such as seat belts and airbags) through a company split on April 1, 2004 and, its name was changed to Takata Corporation on the same date. Takata, as Takata group including its subsidiaries and affiliates, has endeavored to develop the market of automotive safety components, steadily increased its sales, and has become one of the world's leading manufacturers of automotive safety components. In November 2006, Takata's stock was listed on the first section of the Tokyo Stock Exchange.

However, from around 2007 onward, malfunctions related to inflators (i.e., parts that inflate airbags by generating inflating gas) in airbags Takata had manufactured started to be detected in cases such as where an inflator ruptured and a death accident was caused by metal fragments from the ruptured inflator. Therefore, in and after November 2008, automakers repeatedly implemented recalls of their models of vehicles equipped with airbags manufactured by Takata group in order to investigate the existence and cause of the malfunctions, and they gradually expanded the scope of vehicles for recall. Although Takata Corporation itself is not manufacturing inflators, since Takata is manufacturing airbags with inflators purchased from TKH, Takata's U.S. subsidiary, and selling the airbags to Japanese automakers, the models of vehicles equipped with airbags that Takata manufactured are also being recalled.

Takata group may become responsible for a certain proportion of the recall expenses that each automaker is required to pay, and if Takata becomes responsible, Takata may be required to incur significant amount of debt, which could cause a credit crunch and a deterioration in its cash flow. Furthermore, TKH agreed to the Consent Order with the National Highway Traffic Safety Administration (NHTSA) in November 2015 regarding the series of recalls relating to airbag products, whereby TKH assumed the obligation to pay a civil penalty of 70 million US dollars. In addition, Takata agreed to enter into a plea agreement with the U.S. Department of Justice ("DOJ") concerning the issues related to the integrity of Takata's reporting to automakers on the inflator performance verification tests, and a 25 million US dollar (equivalent to approximately 2.9 billion yen) fine was imposed on Takata under such plea agreement. In addition, Takata assumed an obligation to contribute 125 million US dollars to the restitution fund to compensate for damages to the victims of malfunctioning inflators manufactured by Takata group, and assumed an obligation to contribute 850 million US dollars (equivalent to approximately 97.8 billion yen) to compensate for the damage that each automaker incurred. Furthermore, in connection



with the aforementioned malfunctioning airbags that Takata manufactured, many lawsuits claiming remedies such as compensation for damages have been filed against Takata, and depending on the outcome of these lawsuits, Takata may assume additional obligations.

In order to respond to the financial and operational issues concerning the above airbag inflator, Takata established a Steering Committee in February 2016 for the purpose of formulating a comprehensive restructuring plan for Takata. Based on the view that seeking an out-of-court restructuring would contribute to the stable supply of Takata's products, the said Committee exchanged views on broad subjects with the stakeholders, including major creditors, and engaged in activities toward formulating a restructuring plan, including sponsor selection process, while adjusting various interests. During the course of the sponsor selection process, the Steering Committee retained a financial adviser and contacted business companies and funds globally. As a result, considering, among others, the amount of financial support and stability of the proceeding, the Steering Committee recommended KSS as the potential sponsor for Takata.

However, despite multiple discussions with stakeholders, including major creditors, and potential sponsors, Takata was unable to reach an agreement for an out-of-court restructuring plan and, therefore, if Takata was to leave the circumstance as they are and continue the business by itself, Takata would face a cash shortage soon. Moreover, if this cash shortage were to materialize, the stable supply of Takata's products would be threatened, its corporate value would significantly fall, and there would be no way to be supported by any sponsorship or aim to rebuild its business by cooperating with various automakers and financial institutions, etc., and the people concerned, such as the creditors, would be further inconvenienced. Under such background, today, Takata was advised by the Steering Committee that it was reasonable for Takata to adopt, as its restructuring scheme, civil rehabilitation proceedings in Japan and Chapter 11 proceedings in the U.S. Therefore, in consideration of the above advice from the Steering Committee, Takata resolved to file petitions for the commencement of civil rehabilitation proceedings and entered into an agreement in principle with KSS regarding sale of substantially all of its assets, with the aim of rebuilding its business under the civil rehabilitation proceedings through accommodation from major automotive makers and DIP financing from financial institutions.

Both Takata Kyushu and Takata Services are wholly-owned subsidiaries of Takata. While they collect substantial amount of accounts due from Takata every month in connection with their business, payments will cease as a result of Takata's filing of the petition for the commencement of civil rehabilitation proceeding. If they continue their business as it stands, their cash shortage will be inevitable. Therefore, it was decided to file petitions for the commencement of civil rehabilitation proceedings for Takata Kyushu and Takata Service as well, with the aim of rebuilding their businesses under the civil



rehabilitation proceedings.

In addition, 12 overseas subsidiaries, including TKH, also incurred a large amount of indemnification and/or damages claim and credit deterioration due to the occurrence, etc. of death accidents caused by malfunctions related to the inflators above. Under such circumstances, it was decided that such 12 overseas subsidiaries, including TKH, would also pursue business reorganization through the Chapter 11 proceedings by receiving the assistance of KSS.

Please refer to the "TAKATA CORPORATION AND KEY SAFETY SYSTEMS REACH AGREEMENT IN PRINCIPLE REGARDING SALE OF SUBSTANTIALLY ALL OF TAKATA'S ASSETS" dated today with respect to the details of the agreement in principle with KSS.

2. Aggregate Amounts of Indebtedness (as of March 31, 2017)

Takata Corporation:	Approximately 182,633 million yen
Takata Kyushu K.K.:	Approximately 5,507 million yen
Takata Service Corporation:	Approximately 194 million yen
TK Holdings Inc.:	Approximately 1,642,589,908 US dollars
Takata Americas:	Approximately 0 US dollars
TK Finance, LLC:	Approximately 14,516 US dollars
TK China, LLC:	Approximately 3,508,034 US dollars
Takata Protection Systems Inc.:	Approximately 67,267 US dollars
Interiors in Flight Inc.:	Approximately 2,954,190 US dollars
TK Mexico Inc.:	Approximately 918,064 US dollars
TK Mexico LLC:	Approximately 29,970 US dollars
TK Holdings de Mexico S. de R.L. de C.V.:	Approximately 28,725,708 US dollars
Industrias Irvin de Mexico, S.A. de C.V.:	Approximately 678,059 US dollars
Takata de Mexico, S.A. de C.V.:	Approximately 18,490,657 US dollars
Strosshe-Mex, S. de R.L. de C.V.:	Approximately 41,636,954 US dollars

(In the future, the foregoing aggregate amounts of indebtedness are likely to increase during rehabilitation proceedings.)

3. Valuations of Subsidiaries Stock

The book values of the shares of Takata Kyushu and Takata Service held by Takata are 70 million yen and 40 million yen, respectively, as of March 31, 2017. In addition, the book values of the shares of TKH and Takata Americas held by Takata are 1 yen and 15,896,811,600 yen, respectively, as of March 31, 2017. Takata holds the shares of the other overseas affiliates indirectly through TKH or Takata Americas.

4. Claim Uncollectibility

(1) Takata

As a result of the filings by Takata Kyushu, Takata Services and TKH of the petitions for the commencement of civil rehabilitation proceedings and rehabilitation proceedings under Chapter 11, there is now a possibility that Takata's claims below against these subsidiaries may not be collected. The types and amounts of Takata's claims against these subsidiaries are as follows:

(i) Takata Kyushu

(As of March 31, 2017)

<u>Type of claim</u>	<u>Amount</u>	<u>Ratio against consolidated net assets*</u>
Accounts due	3,867 million yen	11.66%
Accounts receivables	0.047 million yen	0.00%
Total	3,867 million yen	11.66%

* Since such claims are between the group companies, they are considered to have no effect on consolidated net assets.

(ii) Takata Services

(As of March 31, 2017)

<u>Type of claim</u>	<u>Amount</u>	<u>Ratio against consolidated net assets*</u>
Accounts due	13 million yen	0.03%
Accounts receivables	25 million yen	0.07%
Total	38 million yen	0.11%

* Since such claims are between the group companies, they are considered to have no effect on consolidated net assets.

(iii) TKH

(As of March 31, 2017)

<u>Type of claim</u>	<u>Amount</u>	<u>Ratio against consolidated net assets*</u>
Accounts due	42,082 million yen	126.97%
Short-term loans	8,975 million yen	27.08%
Accounts receivables	3,969 million yen	11.97%
Total	55,027 million yen	166.03%

* Since such claims are between the group companies, they are considered to have no effect on



consolidated net assets.

(2) Takata's subsidiaries

As a result of the filing by Takata of the petition for the commencement of civil rehabilitation proceeding, there is now a possibility that the following claims of its subsidiaries against Takata may not be collected. The types and amounts of subsidiaries' claims against Takata are as follows:

Types and amounts of claims against Takata

(As of March 31, 2017)

<u>Type of claim</u>	<u>Amount</u>	<u>Ratio against consolidated net assets (Note)</u>
Loan receivables	12,874 million yen	38.84%
Accrued Interest	2 million yen	0.00%
Accounts receivables	11,077 million yen	33.42%
Accounts due	3,652 million yen	11.02%
Total	27,607 million yen	83.30%

* Since such claims are between the group companies, they are considered to have no effect on consolidated net assets.

5. Future Outlook

Under the supervision of the Tokyo District Court and Mr. Katsuyuki Miyakawa, Attorney-at Law, who was appointed by the Tokyo District Court as the Supervisor, or under the U.S. Bankruptcy Court of Delaware, Takata will conduct, among others, the sale of substantially all of Takata's assets to KSS or its affiliates and, together with its subsidiaries that simultaneously filed petitions, will devote all its effort to restructure its businesses with the support from KSS.

6. Application for Examination of the Restructuring Plan, Etc., Provided in the Securities Listing Rule of the Tokyo Stock Exchange

Takata does not intend to file an application for the examination of the restructuring plan, etc., provided in Article 605, Paragraph 1 of the Securities Listing Regulation of the Tokyo Stock Exchange. Accordingly, the shares of Takata have been designated as "shares to be delisted" by the Tokyo Stock Exchange as of today, and in accordance with the rules of the Tokyo Stock Exchange, the shares will be officially delisted after a set period of time.

*** END***

(Reference)

【Takata Corporation】

1. Outline of Petition

(1) Date of Petition	June 26, 2017
(2) Competent Court	The Tokyo District Court
(3) Name of Case	Heisei 29 (Sai) No. 20
(4) Filing Counsels for Petitioner	<p>Nagashima Ohno & Tsunematsu JP Tower, 2-7-2 Marunouchi, Chiyoda-ku, Tokyo 100-7036, Japan (Place of service)</p> <p>Nobuaki Kobayashi, Attorney-at-Law Yosuke Kanegae, Attorney-at-Law Akihisa Shiozaki, Attorney-at-Law Takashi Suzuki, Attorney-at-Law Tomohiro Okawa, Attorney-at-Law Aoyagi Toru, Attorney-at-Law Ryuhei Itaya, Attorney-at-Law Hiroki Takano, Attorney-at-Law Yuto Tanaka, Attorney-at-Law Hiromu Yagi, Attorney-at-Law</p> <p>Tokyo Fuji Law Office KDX Kojimachi Building 4F, 3-3 Kojimachi, Chiyoda-ku, Tokyo 102-0083, Japan Hideaki Sudo, Attorney-at-Law Manabu Adachi, Attorney-at-Law</p> <p>Tokiwa-Law Office KDDI Otemachi Bldg. 19F, 1-8-1 Otemachi, Chiyoda-ku, Tokyo 100-0004, Japan, Katsumi Aya, Attorney-at-Law Masato Asanuma, Attorney-at-Law</p> <p>Baker & McKenzie Ark Hills Sengokuyama Mori Tower 28F, 1-9-10 Roppongi, Minato-ku, Tokyo 106-0032, Japan Hiroshi Kasuya, Attorney-at-Law Junya Suzuki, Attorney-at-Law</p>

2. Current Status of Company

(1) Trade Name	Takata Corporation	
(2) Location	2-12-31 Akasaka, Minato-ku, Tokyo	
(3) Executives	Representative Director	Shigehisa Takada
	Director	Tsutomu Yoshida
	Director	Yoichiro Nomura
	Director	Hiroshi Shimizu
	Director	Motoo Yougai
	Director	Hiroshi Nishioka
	Corporate Auditor	Mitsugu Hamamura
	Corporate Auditor	Kazuo Morita
	Corporate Auditor (External)	Hironobu Yasuda
	Corporate Auditor (External)	Masanori Sato
(4) Main Business	Manufacture and sale of seat belts, airbags and steering wheels	
(5) Stated Capital	41,862,008,250 yen	
(6) Date of Establishment	January 30, 2004	
(7) Major Shareholders and their Stock Ownership Ratio (as of March 31, 2017)	Name or trade name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TKJ Co., Ltd	52.1
	Shigehisa Takada	2.9
	Akiko Takada	2.1
	Sumitomo Mitsui Banking Corporation	1.6
	ST K.K.	1.5
	Honda Motor Co., Ltd.	1.2
	Kazuhiko Takada	1.0
	Setsuko Miyazawa	0.9
	Japan Trustee Services Bank, Ltd. (trust account 5)	0.8
	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	0.8

	The Norinchukin Bank	0.8	
	Sumitomo Mitsui Trust Bank, Limited	0.8	
(8) Total Number of Shareholders	25,113 (as of March 31, 2017)		
(9) Status of Shares	(Type of stock issued and number of issued shares of stock) Common stock 83,161,700 shares		
(10) Number of Employees	45,792 (consolidated) As of March 31, 2017		
(11) Labor Union	UA ZENSEN Takata Workers Union		
(12) Aggregate Amount of Indebtedness	Approximately 182,633 million yen (as of March 31, 2017)		
(13) Operating Results and Financial Status of the Last Three (3) Fiscal Years (consolidated)			
Accounting Period	Fiscal year ended March 31, 2015	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Net Assets (millions of yen)	148,766	124,586	33,142
Total Assets (millions of yen)	475,435	443,036	430,954
Net Assets per share (yen)	1,770.34	1,464.67	363.74
Net Sales (millions of yen)	642,810	718,003	662,533
Operating Profit or Loss (millions of yen)	32,958	42,133	38,958
Ordinary Profit or Loss (millions of yen)	40,657	35,206	42,999
Net income or Loss (millions of yen)	△29,558	△13,075	△79,588
Net Income or Loss per Share (yen)	△355.43	△157.24	△957.04
Dividend per Share (yen)	0.00	0.00	0.00

【Takata Kyushu Corporation】
1. Outline of Petition

(1) Date of Petition	June 26, 2017
(2) Competent Court	The Tokyo District Court
(3) Name of Case	Heisei 29 (Sai) No. 21
(4) Filing Counsels for Petitioner	<p>Nagashima Ohno & Tsunematsu Tokyo Office JP Tower, 2-7-2 Marunouchi, Chiyoda-ku, Tokyo 100-7036, Japan (Place of service)</p> <p>Nobuaki Kobayashi, Attorney-at-Law Yosuke Kanegae, Attorney-at-Law Akihisa Shiozaki, Attorney-at-Law Takashi Suzuki, Attorney-at-Law Tomohiro Okawa, Attorney-at-Law Aoyagi Toru, Attorney-at-Law Ryuhei Itaya, Attorney-at-Law Hiroki Takano, Attorney-at-Law Yuto Tanaka, Attorney-at-Law Hiromu Yagi, Attorney-at-Law</p> <p>Tokyo Fuji Law Office KDX Kojimachi Building 4F, 3-3 Kojimachi, Chiyoda-ku, Tokyo 102-0083, Japan</p> <p>Hideaki Sudo, Attorney-at-Law Manabu Adachi, Attorney-at-Law</p> <p>Tokiwa-Law Office KDDI Otemachi Bldg. 19F, 1-8-1 Otemachi, Chiyoda-ku, Tokyo 100-0004, Japan,</p> <p>Katsumi Aya, Attorney-at-Law Masato Asanuma, Attorney-at-Law</p> <p>Baker & McKenzie Ark Hills Sengokuyama Mori Tower 28F, 1-9-10 Roppongi, Minato-ku, Tokyo 106-0032, Japan</p> <p>Hiroshi Kasuya, Attorney-at-Law Junya Suzuki, Attorney-at-Law</p>

2. Current Status of Company

(1) Trade Name	Takata Kyushu Corporation		
(2) Location	2195-4, Beppu, Higasitaku-machi, Taku, Saga		
(3) Representative	Representative Director, Haruo Katsurada		
(4) Main Business	Manufacture of seat belts and air bags		
(5) Stated Capital	70,000,000 yen		
(6) Date of Establishment	May 20, 1991		
(7) Major shareholders and their stock ownership ratio (as of March 31, 2017)	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)	
	Takata Corporation	100	
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Takata Kyushu Corporation.	
	Personal relationship	The Director, Wataru Yamamoto and the Director, Makoto Ueno are employees of Takata Corporation.	
	Business relationship	Takata Kyushu Corporation manufactures seat belts and airbags of Takata Corporation.	
	Conditions applicable to the related party	Takata Kyushu Corporation is the consolidated subsidiary of Takata Corporation.	
(9) Operating Results and Financial Status of the Last Three (3) Years (nonconsolidated)			
Accounting Period	Fiscal year ended March 31, 2015	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Net Assets (millions of yen)	4,842	5,098	5,617
Total Assets (millions of yen)	8,570	9,882	11,125
Net Sales (millions of yen)	35,556	39,238	46,914
Operating Profit or Loss	282	715	1,388



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(millions of yen)			
Ordinary Profit or Loss (millions of yen)	302	730	1,440
Net income or Loss (millions of yen)	196	466	938
Net income or Loss per share (yen)	140,270.09	333,176.55	670,507.07

【Takata Service Corporation】
1. Outline of Petition

(1) Date of Petition	June 26, 2017
(2) Competent Court	The Tokyo District Court
(3) Name of Case	Heisei 29 (Sai) No. 22
(4) Filing Counsels for Petitioner	<p>Nagashima Ohno & Tsunematsu Tokyo Office JP Tower, 2-7-2 Marunouchi, Chiyoda-ku, Tokyo 100-7036, Japan (Place of service)</p> <p>Nobuaki Kobayashi, Attorney-at-Law Yosuke Kanegae, Attorney-at-Law Akihisa Shiozaki, Attorney-at-Law Takashi Suzuki, Attorney-at-Law Tomohiro Okawa, Attorney-at-Law Aoyagi Toru, Attorney-at-Law Ryuhei Itaya, Attorney-at-Law Hiroki Takano, Attorney-at-Law Yuto Tanaka, Attorney-at-Law Hiromu Yagi, Attorney-at-Law</p> <p>Tokyo Fuji Law Office KDX Kojimachi Building 4F, 3-3 Kojimachi, Chiyoda-ku, Tokyo 102-0083, Japan</p> <p>Hideaki Sudo, Attorney-at-Law Manabu Adachi, Attorney-at-Law</p> <p>Tokiwa-Law Office KDDI Otemachi Bldg. 19F, 1-8-1 Otemachi, Chiyoda-ku, Tokyo 100-0004, Japan,</p> <p>Katsumi Aya, Attorney-at-Law Masato Asanuma, Attorney-at-Law</p> <p>Baker & McKenzie Ark Hills Sengokuyama Mori Tower 28F, 1-9-10 Roppongi, Minato-ku, Tokyo 106-0032, Japan</p> <p>Hiroshi Kasuya, Attorney-at-Law Junya Suzuki, Attorney-at-Law</p>

2. Current Status of Company



(1) Trade Name	Takata Service Corporation		
(2) Location	2-12-31 Akasaka, Minato-ku, Tokyo		
(3) Representative	Representative Director, Osamu Kawasaki		
(4) Main Business	Manufacture and sale of seat belts and air bags component		
(5) Stated Capital	30,000,000 yen		
(6) Date of Establishment	December 5, 1979		
(7) Major shareholders and their stock ownership ratio (as of March 31, 2017)	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)	
	Takata Corporation	100	
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Takata Service Corporation.	
	Personal relationship	The Director, Osamu Kawasaki, the Director, Satoshi Kiyota, and the Director, Wataru Yamamoto are employees of Takata Corporation.	
	Business relationship	After Takata Corporation had ceased mass production of airbag and seat belt products, Takata Corporation transferred production and sales of the relevant products to Takata Service Corporation.	
	Conditions applicable to the related party	Takata Service Corporation is the consolidated subsidiary of Takata Corporation.	
(9) Operating Results and Financial Status of the Last Three (3) Years (nonconsolidated)			
Accounting Period	Fiscal year ended March 31, 2015	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Net Assets (millions of yen)	939	713	779



Total Assets (millions of yen)	1,159	922	973
Net Sales(millions of yen)	915	1,098	1,048
Operating Profit or Loss (millions of yen)	335	484	465
Ordinary Profit or Loss (millions of yen)	336	485	466
Net income or Loss (millions of yen)	210	314	305
Net income or Loss per share (yen)	3,514.19	5,244.29	5,089.04



【Current Status of TKH and other 11 Overseas Subsidiaries】

(1) Trade Name	TK Holdings Inc.		
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326		
(3) Representative	Secretary, Ken Bowling		
(4) Main Business	Automotive Safety System Supplier		
(5) Stated Capital	569,717,175 (US dollar)		
(6) Date of Establishment	November 13, 1989		
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)	
	Takata Americas	99.6	
	Takata Corporation	0.4	
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK Holdings Inc. (including indirect ownership).	
	Personal relationship	Some of Takata Corporation's employees are seconded to TK Holdings Inc.	
	Business relationship	TK Holdings Inc. manufactures airbag inflators of Takata Corporation.	
	Conditions applicable to the related party	TK Holdings Inc. is the consolidated subsidiary of Takata Corporation.	
(9) Operating Results and Financial Status of the Last Three (3) Years (nonconsolidated)			
Accounting Period	Fiscal year ended March 31, 2015	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Net Assets ((US dollar))	25,796,843	△263,461,115	△570,538,045
Total Assets (US dollar)	957,735,827	1,016,852,491	1,072,051,863
Net Sales (US dollar)	1,752,450,977	1,969,739,757	1,999,083,367



Operating Profit or Loss (US dollar)	178,204	100,478,326	23,341,281
Ordinary Profit or Loss (US dollar)	43,517,517	83,329,241	124,954,318
Net income or Loss (US dollar)	△433,565,909	△243,391,336	△374,458,368



(1) Trade Name	Takata Americas	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Holding company	
(5) Stated Capital	456,331,510 (US dollar)	
(6) Date of Establishment	March 12, 2003	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	Takata International Finance B.V.	68.3
	Takata Corporation	19.2
	European Automotive Systems Limited	12.5
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Takata Americas (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Takata Americas is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	TK Finance, LLC	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Holding company	
(5) Stated Capital	28,934,270 (US dollar)	
(6) Date of Establishment	May 9, 2003	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	Takata Americas	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK Finance, LLC (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	TK Finance, LLC is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	TK China, LLC	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Holding company	
(5) Stated Capital	36,734,270 (US dollar)	
(6) Date of Establishment	May 9, 2003	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Finance, LLC	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK China, LLC (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	TK China, LLC is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	Takata Protection Systems Inc.	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Automotive safety system supplier	
(5) Stated Capital	9,110,270 (US dollar)	
(6) Date of Establishment	November 8, 1993	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TKH	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Takata Protection Systems Inc. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Takata Protection Systems Inc. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	Interiors in Flight Inc.	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Manufacturer of aircraft interiors	
(5) Stated Capital	2,600,000 (US dollar)	
(6) Date of Establishment	July 19, 2013	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	Takata Protection Systems Inc.	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Interiors in Flight Inc (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Interiors in Flight Inc. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	TK Mexico Inc.	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Holding company	
(5) Stated Capital	73,500,010 (US dollar)	
(6) Date of Establishment	August 6, 2004	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TKH	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK Mexico Inc. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	TK Mexico Inc. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	TK Mexico LLC	
(2) Location	2500 Takata Drive, Auburn Hills, MI 48326	
(3) Representative	Secretary, Ken Bowling	
(4) Main Business	Holding company	
(5) Stated Capital	236,261 (US dollar)	
(6) Date of Establishment	August 6, 2004	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Mexico Inc.	100
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK Mexico LLC (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	TK Mexico LLC. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	TK Holdings de Mexico S. de R.L. de C.V.	
(2) Location	Carretera Santa Rosa Km 3.5 Interior A, Apodaca, Nuevo León 66600	
(3) Representative	Manager, Manuel Gomez	
(4) Main Business	Holding Company	
(5) Stated Capital	949,231,060 (US dollar)	
(6) Date of Establishment	February 6, 2004	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Mexico Inc.	99.9
	TK Mexico LLC	0.1
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of TK Holdings de Mexico S. de R.L. de C.V. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	TK Holdings de Mexico S. de R.L. de C.V. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	Industrias Irvin de Mexico, S.A. de C.V.	
(2) Location	Carretera Presa la Amistad Km 7 Parque Industrial, Ciudad Acuña, Coahuila 26220	
(3) Representative	Treasurer, Carlos Alberto Valdez Andrade	
(4) Main Business	Automotive safety system supplier	
(5) Stated Capital	116,011,203 (US dollar)	
(6) Date of Establishment	October 9, 1985	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Holdings de Mexico, S. de R.L. de C.V.	99.9
	TK Mexico LLC	0.1
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Industrias Irvin de Mexico, S.A. de C.V. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Industrias Irvin de Mexico, S.A. de C.V. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	Takata de Mexico, S.A. de C.V.	
(2) Location	Carretera Pressa la Amistad Km 7, Parque Industrial, Ciudad Acuna, Coahuila 26220	
(3) Representative	Treasurer, Carlos Alberto Valdez Andrade	
(4) Main Business	Automotive safety system supplier	
(5) Stated Capital	580,477,727 (US dollar)	
(6) Date of Establishment	March 6, 1994	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Holdings de Mexico, S. de R.L. de C.V.	99.9
	TK Mexico LLC	0.1
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Takata de Mexico, S.A. de C.V. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Takata de Mexico, S.A. de C.V. is the consolidated subsidiary of Takata Corporation.



(1) Trade Name	Strosshe-Mex, S. de R.L. de C.V.	
(2) Location	Carretera Libre Santa Rosa Km 3.5 Interior B, Apodaca, Nuevo León 66600	
(3) Representative	Treasurer, Carlos Alberto Valdez Andrade	
(4) Main Business	Trading sales company	
(5) Stated Capital	21,867,040 (US dollar)	
(6) Date of Establishment	July 2, 2004	
(7) Major shareholders and their stock ownership ratio	Name	Percentage of shares held by a shareholder to the total issued and outstanding shares of the Company (%)
	TK Holdings de Mexico, S. de R.L. de C.V.	99.9
	TK Mexico LLC	0.1
(8) Relationship with Takata Corporation	Capital relationship	Takata Corporation owns all of the issued shares of Strosshe-Mex, S. de R.L. de C.V. (including indirect ownership).
	Personal relationship	N/A
	Business relationship	N/A
	Conditions applicable to the related party	Strosshe-Mex, S. de R.L. de C.V. is the consolidated subsidiary of Takata Corporation.