

August 1st, 2016  
Nihon Nohyaku Co., Ltd.

**Result of the Hearing on Flubendiamide registration  
in the United States of America**

Following the disclosure “Nihon Nohyaku’s view on the report of Flubendiamide registration in the United States of America” which was released on March 2<sup>nd</sup>, 2016, we hereby notify that the Hearing process was completed. Regretfully, Environmental Appeal Board (EAB), decision maker on administrative appeals to EPA, issued its final order dated in July 29<sup>th</sup>, 2016, to support Notice of Intent to Cancel Pesticide Registration (NOICPR) issued by EPA on February 29<sup>th</sup>, 2016. We will fully review the EAB’s decision and evaluate options available for us under relevant laws in the U.S. We currently forecast that financial impact on our result caused by this case is not significant.

We believe that this order was administratively made on interpretation of Federal Insecticide, Fungicide and Rodenticide Act (FIFRA) but not on sufficient scientific review concerning safety of Flubendiamide. And, we also believe that, as long as Flubendiamide is appropriately used under the registration regulated by authorities in each country including Japan, Flubendiamide will not cause unreasonable adverse effect. We keep our contribution to agricultural production in the world, based on substantial safety data.

For further information, please contact:

General Affairs Department

Nihon Nohyaku Co., Ltd.

TEL: +81-3-6361-1400