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Stock symbol 5358
May 31, 2019

Notice of Convocation of 129th Ordinary General Meeting of Shareholders

Eishi Iida, President
Isolite Insulating Products Co., Ltd.
3-3-23 Nakanoshima, Kita-ku, Osaka, Japan

To Our Shareholders:

I would like to hereby cordially invite you to attend the 129th Ordinary General Meeting of Shareholders to be held as indicated below.

Should you be unable to attend the meeting, you may exercise your voting rights in writing. Therefore, I would be grateful if you could review the attached documents, complete the enclosed "Exercise of Voting Rights" form, sign and then send it back to the Company at the address below by 5:30 pm on June 25 (Tue), 2019.

Details:

1. Date and time: Wednesday, June 26, 2019, 10:00am
2. Place: 3-3-23 Nakanoshima, Kita-ku, Osaka, Japan
Conference Room 1, 4th Floor Nakanoshima Daibiru Building
(Refer to the attached map for directions)
3. Purposes:
Matters to be reported:
 1. Business Report, Consolidated Financial Statements for the 129th term (from April 1, 2018 to March 31, 2019) and Audit Reports by Accounting Auditors and the Board of Corporate Auditors on the consolidated financial statements.
 2. Financial Statements for the 129th term (from April 1, 2018 to March 31, 2019).Matters to be resolved:
 - Resolution No. 1: Appropriation Plan of Retained Earnings
 - Resolution No. 2: Election of 6 Directors (Excluding Directors who are audit and supervisory committee members.)

Upon arrival at the meeting, please hand in the enclosed "Exercise of Voting Rights" form at the reception desk. In case of any changes in the information contained in the following business report, consolidated financial statements and financial statements, we will post the changes on our website (<http://www.isolite.co.jp/>).

(Appendix)

Business Report

(April 1, 2018 -March 31, 2019)

1. Brief Business Review of Isolite Group

(1) Business Progress and Results

Overall Performance

In the current consolidated fiscal year, the Japanese economy has continued to improve in terms of the employment and income environment, and personal consumption has been on a moderate recovery trend; however, while corporate profits have remained at high levels, currently, results are weak due to the effects of US-China trade friction and the slowdown of the global economy.

Mining and manufacturing production in Japan have been gradually picking up; however, it has been at a standstill since the second half of the fiscal year. On the other hand, capital investment remained steady.

Under these circumstances, as the year of the start of the medium-term management plan (FY2018-FY2020), the Group has been working on new product development and strengthening overseas business, towards developing a business foundation as a world-class insulating refractory materials manufacturer and achieving sustainable growth.

As a result, sales of insulating refractory products remained strong, but sales of automotive and semiconductors related products decreased, resulting in net sales of 16,770 million yen (up 0.0% year on year).

On the profit side, as a result of the impact of increases in raw material and fuel, personnel and transportation costs, operating profit was 2,850 million yen (9.6% decrease), with a recurring profit of 2,944 million yen (11.2% decrease), and, as a result posting of extraordinary losses on land for raw materials, the net profit attributable to parent company shareholders was 1,474 million yen (35.6% decrease).

Individual Segment's Performance

In insulation materials-related business, sales of insulating Firebrick bricks and RCF work environment regulation countermeasure products remained strong, while sales of products related to automobiles and semiconductors decreased, and sales slightly increased year on year, to 15,389 million yen (up 0.5% year on year).

In other businesses, although sales of environmental greening products increased year on year, consolidated net sales were 1,381 million yen (down 4.7% year on year) due to a decrease in sales by stagnant demand for construction related materials.

(2) Investments in Plants and Equipment by Isolite Group

The total amount of capital investment of the Group during the consolidated fiscal year under review was 664 million yen. Within the Isolite Group, the main investments were for updating production equipment at our company and upgrading production equipment at ITM Co., Ltd.

(3) Fund-Raising by Isolite Group

There are no significant fund-raising matters to be reported during the term under review.

(4) Issues To Be Addressed by Isolite Group

As for the future outlook, although the Japanese economy is expected to continue to grow at a moderate pace, due to the consumption tax hike, deceleration of global economic growth, and concerns over trade issues such as US-China trade friction, etc., the outlook remains as uncertain as ever.

Under such environment, Isolite Group will continue to improve its business foundation and strengthen its overseas business and will work to secure profitability by maximizing the utilization of our branding, technical and marketing capabilities.

In the Insulation materials-related business, we aim to expand sales by precisely meeting the needs and expectations of our customer with regard to conventional products, as well as by developing highly functional products that meet market needs, as well as to cultivate new product areas that are different from conventional products. In addition, we will strive for the smooth launch and early contribution to profit of the crystalline fiber production facility that is currently under construction.

In our other businesses, we aim to secure stable earnings for construction-related materials and environmental greening-related products and to expand sales of functional ceramics products.

(5) Change in Results and Assets

1) Change in results and assets of Isolite Group

Unit: million yen

	126th Term (Apr. 2015 - Mar. 2016)	127th Term (Apr. 2016 - Mar. 2017)	128th Term (Apr. 2017 - Mar. 2018)	129th Term (Current consolidated fiscal year) (Apr. 2018 - Mar. 2019)
Sales	14,330	14,566	16,765	16,770
Recurring Profit	1,539	2,086	3,315	2,944
Current Term Net Profit attributable to parent company shareholders	947	1,422	2,289	1,474
Profit per Share	40.24 yen	60.41 yen	97.22 yen	62.62yen
Total Assets	17,139	17,539	19,218	19,142
Net Assets	8,135	9,488	11,897	12,816

(Note) 1. Profit per share is calculated based on the average number of outstanding shares during the term after deducting treasury stock.

2. In the 126th term, revenue increased due to steady orders both in Japan and overseas, and as we made efforts to reduce costs, recurring profit, current term net profit attributable to parent company shareholders increased.
3. In the 127th term, sales of RCF work environment regulation countermeasure products to domestic companies increased, and recurring profit and net income attributable to parent company shareholders increased.
4. In the 128th term, recurring profit and net income attributable to parent company shareholders increased due to RCF work environment regulation countermeasure products continuing to grow from the previous term, as well as increased sales of ceramic fiber products for automobiles and semiconductors.
5. "Partial amendments to the 'Accounting standards pertaining to tax effect accounting'" (Corporate Accounting Standard No. 28, February 16, 2018), etc., have been applied from the beginning of the current consolidated fiscal year, and the amount of total assets for the previous consolidated fiscal year is the amount after the accounting standards were applied retroactively.

2) Change in results and assets of the Company (Isolite only)

Unit: million yen

	126th Term (Apr. 2015 - Mar. 2016)	127th Term (Apr. 2016 - Mar. 2017)	128th Term (Apr. 2017 - Mar. 2018)	129th Term (Current consolidated fiscal year) (Apr. 2018 - Mar. 2019)
Sales	7,475	7,724	8,367	9,107
Recurring Profit	751	1,072	1,655	1,841
Net Profit	401	929	1,338	1,067
Net Profit per Share	17.06 yen	39.45 yen	56.83 yen	45.31 yen
Total Assets	13,691	14,097	14,528	14,705
Net Assets	7,149	8,162	9,424	10,095

(Note) 1. Profit per share is calculated based on the average number of outstanding shares during the term after deducting treasury stock.

2. "Partial amendments to the 'Accounting standards pertaining to tax effect accounting'" (Corporate Accounting Standard No. 28, February 16, 2018), etc., have been applied from the beginning of the current fiscal year, and the amount of total assets for the previous fiscal year is the amount after the accounting standards were applied retroactively.

(6) Status of Parent Company and Subsidiary Companies

1) Parent company

The parent company of the Company is Shinagawa Refractories Co., Ltd. who owns 12,919,000 shares of the Company (54.87% of the voting rights). The Company sells insulating refractory materials to the parent company and buys refractory materials from the parent company.

With regard to the buying, etc., of products from the parent company, the general conditions in the market is taken into account when evaluating the price and trading conditions and the decision is made to buy if they are determined to be at the same level as other terms and conditions.

In addition, for the sale of our products, etc., we present our asking prices, taking into account market prices and the total cost, etc., and decide on whether to sell them through discussion.

Our Board of Directors determine their appropriateness and validity after gaining an understanding of these transactions and confirming that they do not harm the interests of the Group.

2) Important subsidiary companies

Company	Capital	% of holdings	Major business
Isolite Kenzai Co., Ltd.	¥70,000,000	100%	Production and sales of laminated wood products
Isolite Life Co., Ltd.	¥10,000,000	100%	Operation of gas station, etc.
ITM Co., Ltd.	¥50,000,000	100%	Production and sales of ceramic fibers
Isolite Insulating Firebrick Sdn. Bhd. (Malaysia)	RM31,500,000	100%	Production and sales of insulating firebricks
Isolite Eastern Union Refractories Co., Ltd. (Taiwan)	NT\$156,000,000	60%	Production and sales of ceramic fibers
Isolite Ceramic Fiber Sdn. Bhd. (Malaysia)	RM3,500,000	100%	Production and sales of ceramic fibers
Suzhou Isolite Eastern Union Ceramic Fiber Co., Ltd.(China)	US\$7,000,000	80%	Production and sales of ceramic fibers
Isolite (Shanghai) Trade Co., Ltd. (China)	¥31,250,000	100%	Sales of insulating firebricks and ceramic fibers
ITM Europe GmbH (Germany)	€25,000	100%	Production and sales of ceramic fibers

(NOTES)1. As listed above, there are 9 key subsidiaries under the consolidated group.

2. There are 3 subsidiaries accounted for under the equity method.

3) Other important affiliated company

Company	Capital	% of holdings	Major business
Isolite Fanshin (Taiwan) Co., Ltd.	NT\$24,000,000	50%	Sales of insulating firebricks and ceramic fibers

(7) Main Businesses of Isolite Group (as of March 31, 2019)

Business Segments	Operations
Insulation materials-related business	Production and sales of ceramic fibers, insulating firebricks, materials for IT industry-related equipment, materials for automotive exhaust gas purification systems and monolithic refractory materials and its related products; design and installation of industrial furnaces; sales of fire protection materials.
Other businesses	Manufacture and sales of ceramic filters for high-temperature dust collection Manufacture and sales of high-strength ceramic fiber moldings Production and sales of porous ceramics. Production and sales of laminated-wood products and other building materials Sales of home-use burning appliances and petroleum products. Power generation in photovoltaic power plants, supply of electricity

(8) Main Offices and Plants (as of March 31, 2019)

Isolite Insulating Products Co., Ltd.	Head Office (Kita-ku, Osaka City) Tokyo Branch (Chiyoda-ku, Tokyo) Osaka Branch (Kita-ku, Osaka City) Nagoya Branch (Naka-ku, Nagoya City) Kyushu Sales Office (Kokura, Kita-ku, Kitakyushu City) Hokuriku Sales Office (Nanao City, Ishikawa) Otowa Plant (Toyokawa City, Aichi) Nanao Plant (Nanao City, Ishikawa)
Isolite Kenzai Co., Ltd.	Nanao City, Ishikawa Pref.
Isolite Life Co., Ltd.	Nanao City, Ishikawa Pref.
ITM Co., Ltd.	Kanzakicho, Katorigun, Chiba Pref.
Isolite Insulating Firebrick Sdn. Bhd.	Malaysia
Isolite Eastern Union Refractories Co., Ltd.	Taiwan
Isolite Ceramic Fibers Sdn. Bhd.	Malaysia
Suzhou Isolite Eastern Union Ceramic Fiber Co., Ltd.	China
Isolite (Shanghai) Trade Co., Ltd.	China
ITM Europe GmbH	Germany

(9) Status of Employment (As of March 31, 2019)

1) Isolite Group

Business Segment	Number of Employees
Insulation materials-related business	618
Other businesses	47
Total	665

(Note) Number of employees is the number of working employees, including part-time and does not include temporary employees.

2) Isolite

Number of Employees	Change from previous year	Mean Age	Length of Service
196	+7	43.4	16.6 years

(Note) Number of employees is the number of working employees, including part-time and does not include temporary employees.

(10) Major Lenders (As of March 31, 2019)

Lender	Amount (million yen)
The Sumitomo Trust and Banking Company, Limited.	870 million yen
Sumitomo Mitsui Banking Corporation	619 million yen

2. Company Overview

(1) Share Overview (As of March 31, 2019)

1) Total number of authorized shares to be issued	51,259,000 shares
2) Total number of outstanding shares	23,606,573 shares
3) Number of shareholders	5,512
4) Major Shareholders (top 10)	

Shareholder	Number of shares	Share Ratio
Shinagawa Refractories Co., Ltd.	12,919,000	54.86%
Nichias Corporation	1,010,000	4.29%
The Nomura Trust and Banking Co., Ltd. (Trust Account)	376,000	1.60%
The Master Trust Bank of Japan, Ltd. (Trust Account)	270,000	1.15%
Japan Trustee Service Trust and Banking Co., Ltd. (Trust Account)	247,000	1.05%
The Sumitomo Trust and Banking Company, Limited.	215,000	0.91%
Japan Trustee Services Bank, Ltd. (Trust account 5)	200,000	0.85%
Mitsui Sumitomo Insurance, Limited	191,000	0.81%
J.P. MORGAN BANK LUXEMBOURG S.A. 1300000	172,000	0.73%
Japan Trustee Services Bank, Ltd. (Trust Account 1)	162,000	0.69%

(Note) The shareholding ratio is calculated after deducting treasury stock (55,513 shares).

(2) Status of Share Warrant

None

(3) Company Executive Officers

1) Directors and Auditors (as of March 31, 2019)

Position	Name	Management Responsibility
Representative Director, President	Eishi Iida	General Manager of Sales Department
Executive Director	Tatsuo Sano	In charge of environmental safety measures department, production division, overseas operations, overseas affiliates and Director of production division Chairman of Isolite Insulating Firebrick Sdn. Bhd. Chairman of Isolite Eastern Union Refractories Co., Ltd. Chairman of Isolite Ceramic Fibers Sdn. Bhd.
Director	Toshiaki Hashimoto	Director of Research and Development Group. Chairman of Suzhou Isolite Eastern Union Ceramic Fiber Co., Ltd.
Director	Toshihiro Yamawaki	In charge of General Affairs Department, accounting department, Information Systems Office and domestic affiliates, and General Manager
Director	Akihiko Okada	Deputy Manager of production division, Director of Otowa plant
Director (Permanent audit and supervisory committee member)	Hiroshi Sato	
Director (Audit and supervisory committee member)	Nobuhiro Shirae	Head of Shirae Certified Public Accountants Office Representative Member of Kouei Audit Corporation Representative Member of Masters Tax Accountants
Director (Audit and supervisory committee member)	Akihiko Ishikawa	Director of Ishikawa Accounting Office

(Notes) 1. Director (auditing committee member) Mr. Nobuhiro Shirae and Director (auditing committee member) Mr. Akihiko Ishikawa are external directors.

2. Isolite has reported to the Tokyo Stock Exchange that Director (auditing committee member) Mr. Nobuhiro Shirae and Director (auditing committee member) Mr. Akihiko Ishikawa are external directors.

3. In order to enhance information collection and increase the effectiveness of audits through sufficient collaboration with internal audit departments, etc., and to strengthen our audit and supervisory functions, Mr. Hiroshi Sato has been selected as a full-time audit committee member.

4. Director (auditing committee member) Mr. Nobuhiro Shirae and Director (auditing committee member) Mr. Akihiko Ishikawa are qualified certified public accountants and tax accountants, and they have considerable knowledge of finance and accounting.

Consolidated Balance Sheet

(As of March 31, 2019)

Unit: Million Yen

Assets		Liabilities	
Current Assets	12,090	Current Liabilities	4,120
Cash and deposits	3,336	Bills payable and accounts payable	1,294
Bills receivable and accounts receivable	4,861	Electronically-recorded monetary obligations	312
Electronically-recorded monetary claims	774	Short-term borrowings	810
Finished products	1,795	Provision for income taxes	311
Products in progress	371	Accrued expenses	493
Raw materials and stored items	561	Accrued bonus	433
Other current assets	393	Other	464
Allowance for doubtful accounts	△4	Fixed Liabilities	2,205
Fixed Assets	7,052	Long-term borrowings	1,254
Tangible Fixed Assets	4,764	Allowance for environmental measures	5
Buildings & structures	1,310	Allowance for retirement benefits	51
Machinery and vehicle equip.	1,236	Allowance for retirement benefits	522
Tools, apparatus and fixtures	164	Guarantee deposits received	176
Land	1,663	Other	194
Construction in progress	389	Total of Liabilities	6,326
Intangible Fixed Assets	161	Net Assets	
Investments/Other Assets	2,126	Shareholders' Equity	12,186
Investment in securities	1,273	Capital	3,196
Long-term loans	300	Capital surplus	2,254
Deferred tax asset	288	Accumulated earnings	6,746
Other	339	Treasury stock	△11
Allowance for doubtful accounts	△75	Total of Other Comprehensive Income	23
		Reserve from securities revaluation	313
		Exchange adjustments	△272
		Foreign currency translation adjustment	△17
		Non-controlling shareholder equity	606
		Total of Net Assets	12,816
Total of Assets	19,142	Total of Liabilities and Net Assets	19,142

(Note) Figures are rounded down to the nearest million yen

Consolidated Profit and Loss Statement

(April 1, 2018 - March 31, 2019)

(Unit: Million Yen)

Item	Amount	
Sales		16,770
Cost of sales		10,372
Gross profit		6,398
Selling and general administrative expenses		3,548
Operating profit		2,850
Non-operating profit		
Interest/dividend received	45	
Rent payment receivable	12	
Equity in earnings of affiliates	63	
Royalties receivable	22	
Other	51	195
Non-operating expenses		
Interest paid	19	
Depreciation of temporarily idling fixed asset	14	
Currency exchange loss	41	
Other	25	101
Recurring Profit		2,944
Extraordinary losses		
Loss from impairment	477	
Other	84	562
Net Income Before Taxes and Other Adjustments		2,382
Corporate tax, corporate inhabitant tax and corporate enterprise tax	850	
Corporate tax adjustment	△38	811
Current Term Net Profit		1,570
Current Term Net Profit attributable to non-controlling shareholders		96
Current Term Net Profit attributable to parent company shareholders		1,474

(Note) Figures are rounded down to the nearest million yen.

Consolidated statement of shareholders' equity

(April 1, 2018 - March 31, 2019)

Unit: Million Yen

	Shareholders' Equity				
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholder equity
Balance at the beginning of current period	3,196	2,254	5,530	△11	10,971
Change during the consolidated fiscal year					
Dividends from surplus			△259		△259
Current term net profit attributable to parent company stock			1,474		1,474
Acquisition of treasury stock				△0	△0
Net change during the consolidated fiscal year for items other than shareholder equity [net]					
Total change during the consolidated fiscal year	-	-	1,215	△0	1,215
Balance at the end of current period	3,196	2,254	6,746	△11	12,186

	Accumulated amount for other comprehensive income				Non-Controlling shareholder equity	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency conversion adjustments	Adjusted accumulated amount for retirement benefits	Total accumulated amount for other comprehensive income		
Balance at the beginning of current period	451	△139	△0	310	616	11,897
Change during the consolidated fiscal year						
Dividends from surplus						△259
Current term net profit attributable to parent company stock						1,474
Acquisition of treasury stock						△0
Net change during the consolidated fiscal year for items other than shareholder equity [net]	△138	△132	△16	△286	△10	△297
Total change during the consolidated fiscal year	△138	△132	△16	△286	△10	918
Balance at the end of current period	313	△272	△17	23	606	12,816

(Note) Figures are rounded down to the nearest million yen.

Company Balance Sheet (Isolite)

(As of March 31, 2019)

Unit: Million Yen

Assets		Liabilities	
Current Assets	7,022	Current Liabilities	2,791
Cash and deposits	561	Bills payable	237
Bills receivable	1,300	Electronically-recorded monetary obligations	303
Electronically-recorded monetary claims	349	Accounts payable	766
Accounts receivable	2,470	Short-term borrowings	200
Finished products	887	Long-term borrowings due within one year	520
Property for sale	262	Accounts payable-other	104
Products in progress	54	Provision for income taxes	138
Materials and supplies	177	Consumption tax payable	9
Short-term loan	874	Accrued expenses	247
Other current assets	87	Accrued bonus	216
Allowance for doubtful accounts	Δ5	Other	47
Fixed Assets	7,683	Fixed Liabilities	1,818
Tangible Fixed Assets	2,447	Long-term borrowings	1,250
Buildings	505	Allowance for environmental measures	5
Structures	35	Allowance for retirement benefits	234
Machinery and equipment	509	Guarantee deposits received	176
Vehicles	0	Other	152
Tools, apparatus and fixtures	49	Total of Liabilities	4,610
Land	1,341	Net Assets	
Construction in progress	7	Shareholders' Equity	9,783
Intangible Fixed Assets	50	Capital	3,196
Software	41	Capital surplus	2,254
Other	8	Capital surplus reserve	904
Investments/Other Assets	5,185	Other capital surplus	1,350
Investment in securities	838	Accumulated earnings	4,343
Stock of affiliated companies	3,436	Accumulated Earnings	4,343
Investments in affiliated companies	757	Other accumulated earnings	4,343
Long-term prepaid expenses	25	Treasury stock	Δ11
Deferred tax asset	62	Valuation and translation adjustments, etc.	311
Other investments	67	Other gains from appreciation of securities	311
Allowance for doubtful accounts	Δ2	Total of Net Assets	10,095
Total of Assets	14,705	Total of Liabilities and Net Assets	14,705

(Note) Figures are rounded down to the nearest million yen.

Company Profit and Loss Statement (Isolite)

(April 1, 2018 - March 31, 2019)

Unit: Million Yen

Item	Amount	
Sales		9,107
Cost of sales		5,968
Gross profit		3,138
Selling and general administrative expenses		2,099
Operating profit		1,038
Non-operating profit		
Interest/dividend received	803	
Currency exchange loss	0	
Others	56	859
Non-operating expenses		
Interest paid	15	
Depreciation of temporarily idling fixed asset	14	
Other expenses	27	57
Recurring Profit		1,841
Extraordinary income		
Reversal of allowance for doubtful accounts	58	58
Extraordinary losses		
Loss from impairment	468	
Other	66	535
Net Income Before Taxes and Other Adjustments		1,364
Corporate tax, corporate inhabitant tax and corporate enterprise tax	323	
Adjustment of income taxes	△26	296
Current Term Net Profit		1,067

(Note) Figures are rounded down to the nearest million yen.

Statement of changes in net assets

(April 1, 2018 - March 31, 2019)

Unit: Million Yen

	Shareholders' Equity							Total shareholder equity
	Capital stock	Capital surplus			Retained earnings		Treasury stock	
		Capital reserves	Other capital surplus	Capital surplus total	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at the beginning of current period	3,196	904	1,350	2,254	3,535	3,535	△11	8,975
Change during the fiscal year								
Dividends from surplus					△259	△259		△259
Net income					1,067	1,067		1,067
Acquisition of treasury stock							△0	△0
Change during the fiscal year for items other than shareholder equity [net]								
Total change during the fiscal year	–	–	–	–	808	808	△0	808
Balance at the end of current period	3,196	904	1,350	2,254	4,343	4,343	△11	9,783

	Valuation and translation adjustments, etc.		Total of Net Assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of current period	449	449	9,424
Change during the fiscal year			
Dividends from surplus			△259
Net income			1,067
Acquisition of treasury stock			△0
Change during the fiscal year for items other than shareholder equity [net]	△137	△137	△137
Total change during the fiscal year	△137	△137	670
Balance at the end of current period	311	311	10,095

(Note) Figures are rounded down to the nearest million yen.

Reference Data for General Meeting of Shareholders

Resolution No. 1: Appropriation Plan of Retained Earnings

For the year-end dividend for the current fiscal year, having taken into consideration the business results for the current fiscal year as well as future business development, etc., we would like it to be as follows.

(1) Type of dividend property

The dividend shall be monetary.

(2) The matters regarding the assignment of the dividend property and the total amount

We would like the dividend to be 7 yen per share of company's common stock

In this case, the total dividend will be 164,857,420 yen.

(3) The date on which such distribution of dividend of surplus takes effect.

It shall be on June 27, 2019

Resolution No. 2:

Election of 6 Directors (Excluding Directors who are audit and supervisory committee members.)

The term of office of all five Directors (Excluding Directors who are audit and supervisory committee members. The same shall apply hereinafter in this resolution.) shall expire at the conclusion of this General Meeting of Shareholders.

For this reason, in order to strengthen the management structure, we request the adding of one additional Director for the election of six Directors.

With regard to this resolution, the Audit Committee considers it appropriate to appoint each of the director candidates as directors.

The director candidates are as follows.

Candidate No.	Name (Date of birth)	Biography, status and responsibilities within our company (Status of important concurrent positions)	The number of company shares owned
1	Eishi Iida (August 25, 1955)	<p>April 1981 Joined Shinagawa Shirorenga Co., Ltd. (Now Shinagawa Refractories Co., Ltd.)</p> <p>April 2009 Director of the Yumoto plant of the above</p> <p>October 2009 Executive director of Shinagawa Refractories Co., Ltd. and director of Yumoto plant</p> <p>June 2012 Executive Vice President of the company and director of Yumoto plant</p> <p>June 2013 Representative Executive Officer of the company and director of Okayama plant</p> <p>April 2014 Representative Executive Officer of the company and director of West Japan plant</p> <p>April 2018 Consulting Director of Isolite's Sales Department</p> <p>June 2018 Isolite's President and Representative Director (current position)</p>	2,400 shares
<p>Reason for being a candidate for the board of directors</p> <p>Mr. Eishi Iida has been involved with the work of the technology development division and manufacturing division at Shinagawa Refractories for many years, and has a wealth of insight, experience and achievements as a manager, and we have determined that he would serve to strengthen Isolite's management structure. So, we request that he be re-elected as a Director.</p>			
2	Tatsuo Sano (Born November 10, 1954)	<p>April 1977 Joined Isolite Babcock Refractories Co., Ltd. (now Isolite Insulating Products Co., Ltd.)</p> <p>April 2007 GM of Isolite' insulating fire brick business</p> <p>June 2009 GM of Isolite's ceramic fiber business division</p> <p>April 2011 GM of Isolite's production division and Director of Otowa plant</p> <p>June 2014 Managing Director of Isolite's production division</p> <p>April 2019 In charge of Isolite's Executive director environmental safety measures department, production technology division, quality assurance department, overseas operations department and overseas affiliates (current position)</p> <p>(Status of important concurrent positions)</p> <ul style="list-style-type: none"> • Chairman of Isolite Insulating Firebrick Sdn. Bhd. • Chairman of Isolite Eastern Union Refractories Co., Ltd. • Chairman of Isolite Ceramic Fibers Sdn. Bhd. 	21,600 shares
<p>Reason for being a candidate for the board of directors</p> <p>Mr. Tatsuo Sano has extensive experience at our production departments, both in Japan and overseas and is currently overseeing our domestic plants, as well as playing an important role in assisting the representative director as managing director. So, we request that he be elected to continue on as a Director.</p>			
3	Toshiaki Hashimoto (Born December 19, 1957)	<p>April 1982 Joined Nippon Sheet Glass Co., Ltd.</p> <p>October 2008 GM of Isolite's President's office</p> <p>April 2009 GM of Otowa plant and Director of R & D division</p> <p>April 2010 Director of environmental business division and GM of new business department</p> <p>April 2011 Director of Isolite's technology development division and GM of environmental business division</p> <p>June 2011 Director of Isolite's technology development division</p> <p>April 2019 GM of Isolite's Technology Development Division, Furnace Engineering Department and Technology Development Division (current position)</p>	33,500 shares
<p>Reason for being a candidate for the board of directors</p> <p>Mr. Toshiaki Hashimoto has an extensive track record in the technology development department and has played an important role in R & D and quality assurance of new products. So, we request that he be elected to continue on as a Director.</p>			

Candidate No.	Name (Date of birth)	Biography, status and responsibilities within our company (Status of important concurrent positions)	The number of company shares owned
4	Toshihiro Yamawaki (Born October 13, 1954)	<p>April 1977 Joined Kawasaki Rozai Co., Ltd. (Now Shinagawa Refractories Co., Ltd.)</p> <p>July 2008 GM of the company's planning department and accounting office</p> <p>October 2009 GM of Accounting Department of Shinagawa Refractories Co., Ltd.</p> <p>June 2012 Executive director of the company's accounting department</p> <p>April 2014 Consulting GM of Isolite's general affairs department and GM of accounting department</p> <p>June 2014 In charge of Isolite's general affairs department (current position), accounting department (current position), information systems department (current position), environmental safety measures department, domestic affiliates (current position) and general affairs department (current position), head of accounting department</p>	14,600 shares
Reason for being a candidate for the board of directors Mr. Toshihiro Yamawaki has a strong track record spanning the general affairs, personnel, accounting, finance and administration departments in general, and he has played an important role in strengthening our management system. So, we request that he be elected to continue on as a Director.			
5	Akihiko Okada (Born January 2, 1958)	<p>April 1982 Joined Isolite Babcock Refractories Co., Ltd. (now Isolite Insulating Products Co., Ltd.)</p> <p>April 2000 Managing Director of Isolite Ceramic Fibers Sdn. Bhd.</p> <p>May 2005 Director of Isolite's ceramic fiber business division</p> <p>May 2007 Managing Director of Isolite Insulating Firebrick Sdn. Bhd.</p> <p>April 2013 Director of Otowa plant manufacturing division</p> <p>April 2015 Director of Otowa plant and Director of manufacturing division</p> <p>June 2018 GM of Isolite's production division, Director of Otowa plant and Director of Manufacturing Division</p> <p>April 2019 GM of Isolite's production division, Director of Manufacturing Division and Director of Otowa plant (current position)</p>	24,700 shares
Reason for being a candidate for the board of directors Mr. Akihiko Okada has a thorough knowledge of production sector business, both in Japan and overseas, and has extensive experience and knowledge of Isolite's business activities. So, we request that he be re-elected as a Director.			
*6	Masami Takahashi (Born September 23, 1958)	<p>April 1983 Joined Isolite Babcock Refractories Co., Ltd. (now Isolite Insulating Products Co., Ltd.)</p> <p>October 2000 Representative of Isolite's Otowa Plant</p> <p>October 2002 Isolite Ceramic Fibers Sdn. Bhd. Managing Director</p> <p>April 2010 General manager of our company</p> <p>April 2017 Deputy Manager of Isolite's sales department and Director of marketing planning division</p> <p>April 2019 GM of Isolite's sales department and Director of marketing planning division (current position)</p> <p>(Status of important concurrent positions)</p> <ul style="list-style-type: none"> • Suzhou Isolite Eastern Union Ceramic Fiber Co., Ltd., Chairman • Isolite (Shanghai) Trade Co., Ltd., Chairman 	5,700 shares
Reason for being a candidate for the board of directors Mr. Masami Takahashi, has experience in the production sector, etc., both in Japan and overseas, and oversees the sales department, as well as having extensive experience and knowledge of Isolite's business activities. So, we request that he be elected as a Director.			

- (Note) 1. * indicates a candidate for new appointment.
2. There are no particular conflicts of interest between each candidate and our company.
3. Over the past five years, both Mr. Eishi Iida and Mr. Toshiaki Hashimoto have executive officers of our company's parent company, Shinagawa Refractories Co., Ltd., and their positions and responsibilities are as listed above.