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For General Release

Kagome Co., Ltd.

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Tat Tohumculuk A.S. of Turkey has become a Consolidated Subsidiary of Kagome Co., Ltd. through
Additional Acquisition of Stock

On Tuesday, December 10, 2013 (December 9 in Turkey), Kagome Co., Ltd. (Kagome) made Tat Tohumculuk A.S. (TAT Seeds) a consolidated subsidiary by acquiring additional TAT Seeds shares in Istanbul, Turkey. TAT Seeds had until then been a non-consolidated group company of Kagome, with Kagome holding 29% of its shares. Please see below for further details. This notice also includes an outlook of our future business development endeavors.

TAT Seeds was established in 1987 as a joint venture by entities on two sides: on the Turkish side, primarily TAT Foods, which had been exporting tomato products to Kagome; and on the Japanese side, three client customers (Kagome, Kaneko Seeds and Sumitomo Corporation). Since then, TAT Seeds has been marketing seeds and seedlings to TAT Foods and other entities in Turkey, and producing and supplying vegetable seeds to Kagome and Kaneko Seeds.

TAT Seeds is the largest marketer of seeds for tomatoes destined for processing in Turkey. It also stands at the vanguard of tomato-related business efforts in Turkey's nursery business sector, is the fourth largest nursery business in Turkey (out of around 80 nurseries), and is the second largest nursery in Turkey producing tomatoes for processing.

Kagome consulted with the other Japanese shareholders regarding their possible interest in increasing their ownership of TAT Seeds shares, and came to a basic agreement with Kaneko Seeds, which considers TAT Seeds to be an important production base, that Kagome would transfer to Kaneko Seeds, at the same share price that Kagome paid in its purchase, 5% of its capital contribution ratio of the 51% share purchased by Kagome.

1. Investment objective

<To promote growth of Kagome's global seed business>

Kagome's resources — which range from seed and seedling production to agriculture, processing and marketing — are vertically integrated, and we aim to be a one-stop provider of tomatoes that

provides tomato-related products and services in a comprehensive manner. As we announced in a September release, Kagome has made United Genetics Holding LLC (UG) of the United States a subsidiary, thereby launching comprehensive efforts to globally develop our seed business, which is located at the top end of our vertically integrated value chain.

UG deals with almost 200 distributors worldwide, and TAT Seeds is its important business partner with the second largest trading volume. TAT Seeds is especially well placed geographically to sell to the Middle East, Africa, the CIS, and Eastern European countries, all of whose seed markets are expected to grow substantially in the future. It also has the genetic and technical resources required for the development of new varieties of seeds. It will work with UG on a number of fronts as a core resource for Kagome’s global seed and seedling business, while serving as a base for the breeding of new types of plants, seed production, marketing, and other business activities.

<To promote overall growth of Kagome’s global tomato business>

Kagome’s essence is based on agriculture, and agricultural resources, including superior tomato varieties, are important for ensuring competitiveness in our global tomato business. We must therefore take up the great challenge of globally strengthening our company’s agricultural resource development, in order to grow and succeed in our global tomato business.

These investments in UG and TAT Seeds by Kagome aim to further strengthen our vertically integrated value chain and to ensure the development and stable supply of competitive (both in terms of quality and price) tomato raw materials and tomato-based final end products.

In addition, Kagome aims to contribute to the establishment of new tomato production areas, through the development of tomato seeds that are suitable for the soils, climates and disease-prevention requirements in specific areas of Asia, Africa and other parts of the world that show promise as new, high-yield tomato production regions, and that can be used for competitive, commercial cultivation.

<To further promote Kagome’s nursery business>

TAT Seeds becomes the first nursery business entity in the vertically integrated value chain of Kagome’s tomato business. Kagome aims to effectively use TAT Seeds’ know-how when developing its own nursery business in other countries of the world, including Japan, and to take advantage of the available synergies.

2. Tat Tohumculuk A.S.: Summary

(1) TAT Seeds profile

(1) Name	Tat Tohumculuk A.S.
(2) Location	Istanbul, Turkey
(3) Representative	Temel Emre (Company Manager)
(4) Established	September 1987

(5) Capitalization	1,300,000 Turkish lira
(6) Business	Production and sale of tomatoes and vegetable seeds and seedlings
(7) End of accounting term	December
(8) Number of employees	34
(9) Number of shares issued	13,000,000
(10) Shareholder distribution and ownership ratio	Pre-acquisition: Turkish shareholders 51%; Kagome 29%; Kaneko Seeds 10%; Sumitomo Corporation 10%
	Post-acquisition: Kagome 80%; Kaneko Seeds 10%; Sumitomo Corporation 10%
(11) Relationship with Kagome	Capital relationship: Kagome's capital contribution ratio: 29.0% Personnel relationship: Kagome has placed a non-executive director at TAT Seeds. Business relationship: There is a vendor relationship for raw materials between Kagome and TAT Seeds.

(2) TAT Seeds financial summary

(Unit: 1,000 Turkish lira)

	December 2010	December 2011	December 2012	December 2013 (projected)
Sales	10,444	13,820	15,400	16,676
Operating profit	2,343	2,834	1,900	3,511
Net profit	2,499	3,273	2,466	3,666
Total assets	20,746	24,410	23,987	27,367
Net assets	18,687	21,310	22,537	24,937

* 1 Turkish lira = 50.5 Japanese yen (as of December 3, 2013)

3. Partners from whom shares were acquired: Summaries

Name	Tat Gıda Sanayi A.S.
Location	Istanbul, Turkey
Corporate profile	Manufacturer and marketer of food products in Turkey
Relationship between Kagome and this entity	Kagome owns a 3.73% equity share of this company. Kagome has posted one of its Managing Executive Officers to serve as a Director of this company. Kagome purchases tomato raw materials from this company.

Name	Dr. Nusret Arsel
Location	Istanbul, Turkey
Profile	Chairman of TAT Seeds (individual shareholder)
Relationship between Kagome and this entity	Kagome and this individual have no business relationship worthy of note.

Name	Koc Holding
Location	Istanbul, Turkey
Corporate profile	A conglomerate involved in the fields of energy, motor vehicles, consumer goods, financial services and other sectors, primarily in Turkey
Relationship between Kagome and this entity	Kagome and this company have no capital, personnel or business relationship worthy of note.

Name	Temel Ticaret ve Yatirim
Location	Istanbul, Turkey
Corporate profile	Asset management company for the Koc family
Relationship between Kagome and this entity	Kagome and this company have no capital, personnel or business relationship worthy of note.

4. Transaction summary

Acquisition price	25.5 million Turkish lira (¥1.3 billion at 1 Turkish lira = ¥50.5)
Settlement method	Cash settlement
Capital contribution ratio	Before transaction: 29.0% After transaction: 80.0%

* Kagome's capital contribution ratio will be 75% after a scheduled transfer of 5% is made to Kaneko Seeds during December 2013.

5. Management structure of this new consolidated subsidiary of Kagome

Since becoming one of Kagome's consolidated subsidiaries, TAT Seeds is a joint venture of three companies: Kagome, Kaneko Seeds, and Sumitomo Corporation. Personnel who will serve as Directors will be posted at TAT Seeds as follows: three from Kagome, one from Kaneko Seeds, and one from Sumitomo Corporation.

Kaneko Seeds possesses a great many varieties of vegetable seeds for the fresh produce market and is a major player in Japan's seed and seedling sector. Ever since TAT Seeds' establishment in 1987, Kaneko Seeds has consigned seed production to TAT Seeds, and regards it as an important production base. This is why, when Kagome acquired additional TAT Seeds shares and consulted with the other Japanese shareholders regarding their possible interest in increasing ownership of TAT Seeds shares, Kaneko Seeds came to a basic agreement that it would purchase a 5% portion.

The following are salient features of Kaneko Seeds and Sumitomo Corporation.

<Kaneko Seeds>

Name	Kaneko Seeds Co., Ltd.
Location	Gunma Prefecture, Japan
Corporate profile	Plays a major role in Japan's seed and seedling industry, with a strong focus on vegetable seeds and feed crop seeds.
Relationship between Kagome and this entity	Kagome and this company have no capital, personnel or business relationship worthy of note.

<Sumitomo Corporation>

Name	Sumitomo Corporation
Location	Tokyo, Japan
Corporate profile	Major general trading company
Relationship between Kagome and this entity	Kagome and this company have no capital, personnel or business relationship worthy of note.

There will be no major changes in the management structure, business policies, etc., of TAT Seeds since it became a consolidated subsidiary of Kagome.

6. Forward outlook

An examination is currently being conducted to determine the impact this additional share acquisition may have on Kagome's business results. If a need arises to revise our earnings forecast, we will disclose that information promptly.