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Document to be filed:	Extraordinary Report
Filing to:	Director-General of the Kanto Local Finance Bureau
Date of filing:	March 27, 2023
Company name (Japanese):	日本たばこ産業株式会社 (<i>Nihon Tabako Sangyo Kabushiki-Kaisha</i>)
Company name (English):	JAPAN TOBACCO INC.
Title and name of representative:	Masamichi Terabatake, President, Chief Executive Officer and Representative Director
Location of head office:	1-1, Toranomom 4-chome, Minato-ku, Tokyo, Japan
Telephone number:	+81-3-6636-2914 (Main)
Contact person:	Nobuya Kato, Senior Vice President, Chief Financial Officer and Corporate Communications
Place of contact:	1-1, Toranomom 4-chome, Minato-ku, Tokyo, Japan
Telephone number:	+81-3-6636-2914 (Main)
Contact person:	Nobuya Kato, Senior Vice President, Chief Financial Officer and Corporate Communications
Place where the document is available for public inspection:	Tokyo Stock Exchange, Inc. (2-1, Nihombashi Kabutocho, Chuo-ku, Tokyo)

1. Reason for filing

At the 38th Ordinary General Meeting of Shareholders of the Company held on March 24, 2023, resolution were made, and consequently, this document is filed pursuant to the provisions of Article 24-5, paragraph 4 of the Financial Instruments and Exchange Act and Article 19, paragraph 2, item ix-2 of the Cabinet Office Ordinance on Disclosure of Corporate Affairs, etc.

2. Content of report

a. Date of the General Meeting of Shareholders

March 24, 2023

b. Details of the items for resolution

<Company proposals (Items from 1 to 4)>

Item 1: Appropriation of Surplus

Year-end dividends

(1) Type of assets to be paid as dividends:

Cash

(2) Allotment of assets to be paid as dividends and their aggregate amount:

¥113 per share of ordinary shares of the Company

Aggregate amount: ¥200,558,449,681

(3) Effective date for distribution of surplus:

March 27, 2023

Item 2: Election of Nine (9) Members of the Board

Election of Mr. Mutsuo Iwai, Mr. Shigeaki Okamoto, Mr. Masamichi Terabatake, Mr. Kiyohide Hirowatari, Mr. Kei Nakano as Members of the Board and Ms. Main Kohda, Ms. Yukiko Nagashima, Mr. Masato Kitera, Mr. Tetsuya Shoji as Outside Directors.

Item 3: Election of Five (5) Audit & Supervisory Board Members

Election of Mr. Hideaki Kashiwakura, Mr. Tsutomu Hashimoto as the Audit & Supervisory Board Members and Mr. Shigeru Taniuchi, Mr. Nobuo Inada, Ms. Hiroko Yamashina as the Outside Audit & Supervisory Board Members.

Item 4: Revision of Remuneration for Members of the Board

Revise the base salary for the Board Members to “a level not exceeding JPY 800 million (of which, JPY 160 million is allocated Outside Directors)” and revise the Executive bonus to “Up to 0.3% of profit (i.e. profit attributable to owners of the parent company)”.

In addition, revise the total amount of monetary remuneration claims and the total number of shares allotted under restricted stock remuneration to not exceed ¥600 million (or 300,000 shares) annually, and revise the ceiling of the total amount of monetary remuneration claims and cash for the purpose of paying taxes under the performance share units to “fixed number of base share units^(Note 1) not exceeding 200,000x share price at delivery^(Note 2) (with the number of shares 100,000).”

- (Notes)
1. Number of base share units (determined by the Board of Directors based on the duties, etc., of respective eligible Members of the Board) x Offering ratio/percentage (within a range of 0-200% based on the degree of achievement of targets)
 2. After the Performance Evaluation Period ends, based on the closing price of the ordinary shares of the Company on the TSE on the preceding business day of the date of the resolution by the Board of Directors concerning the allotment of the ordinary shares of the Company under the plan (or the closing price on the immediately preceding business day, if transactions are not executed on that day), the amount shall be determined by the Board of Directors of the Company within the range not particularly favorable to eligible Members of the Board.

<Shareholder's Proposals (from Proposal Item 5 to Proposal Item 8)>

Item 5: Partial Amendment to the Articles of Incorporation (Management of Subsidiaries)
Newly incorporating the chapter and article regarding the Management of Subsidiaries in the Articles of Incorporation of the Company

Item 6: Partial Amendment to the Articles of Incorporation (Prohibition Against Former Directors and Employees Serving in Director Positions at Listed Subsidiaries)
Newly incorporating the chapter and article regarding the Prohibition Against Former Directors and Employees Serving in Director Positions at Listed Subsidiaries in the Articles of Incorporation of the Company

Item 7: Partial Amendment to the Articles of Incorporation (Prohibition Against Using the Cash Management System (CMS) for Financing with Listed Subsidiaries)
Newly incorporating the chapter and article regarding the Prohibition Against Using the Cash Management System (CMS) for Financing with Listed Subsidiaries in the Articles of Incorporation of the Company

Item 8: Acquisition of Treasury Shares
Acquisition of Japan Tobacco Inc.'s own shares of Common Stock in exchange for cash as follows:

- Shares to be acquired: 96,357,680;
- Maximum aggregate amount of consideration: JPY 250,000,000,000; and
- Period for the acquisition: Within 1 year from the end of the 38th Ordinary General Meeting of Shareholders of Japan Tobacco Inc.

c. Number of voting rights that were exercised as the manifestation of the intention of approval, disapproval or abstention for the items for resolution; requirements for adoption thereof; and resolution results thereof

<Company proposals (Items from 1 to 4)>

Item for resolution	Affirmatives (Units)	Negatives (Units)	Abstentions (Units)	Number of voting rights (Units)	Affirmation rate	Resolution result
Item 1	14,106,091	18,234	15	14,177,847	99%	Adopted
Item 2						
Mutsuo Iwai	14,029,375	94,123	15	14,177,843	98%	Adopted
Shigeaki Okamoto	14,049,528	73,971	15	14,177,844	99%	Adopted
Masamichi Terabatake	14,039,648	83,849	15	14,177,842	99%	Adopted
Kiyohide Hirowatari	14,041,610	81,889	15	14,177,844	99%	Adopted
Kei Nakano	14,055,523	67,976	15	14,177,844	99%	Adopted
Main Kohda	14,028,137	95,361	15	14,177,843	98%	Adopted
Yukiko Nagashima	14,066,158	57,342	15	14,177,845	99%	Adopted
Masato Kitera	14,050,314	73,186	15	14,177,845	99%	Adopted
Tetsuya Shoji	14,037,978	85,520	15	14,177,843	99%	Adopted
Item 3						
Hideaki Kashiwakura	13,977,814	146,386	15	14,177,842	98%	Adopted
Tsutomu Hashimoto	13,979,135	145,065	15	14,177,842	98%	Adopted
Shigeru Taniuchi	12,516,706	1,607,483	15	14,177,831	88%	Adopted
Nobuo Inada	14,080,423	43,782	15	14,177,847	99%	Adopted
Hiroko Yamashina	14,082,845	41,360	15	14,177,847	99%	Adopted

Item 4	14,016,955	99,703	7,731	14,177,845	98%	Adopted
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<Shareholder's Proposals (from Proposal Item 5 to Proposal Item 8)>

Item for resolution	Affirmatives (Units)	Negatives (Units)	Abstentions (Units)	Number of voting rights (Units)	Rejection rate	Resolution result
Item 5	2,600,266	11,520,706	999	14,177,831	81%	Rejected
Item 6	874,778	13,246,848	999	14,177,846	93%	Rejected
Item 7	823,646	13,298,488	999	14,177,846	93%	Rejected
Item 8	846,914	13,273,810	2,420	14,177,846	93%	Rejected

(Notes) Requirements for adoption of each item are as follows:

Item 1, Item 4 and Item 8: a majority of the affirmative votes of the shareholders exercised their voting rights.

Item 2 and Item 3: at least one third or more of the total voting rights of those shareholders who are entitled to exercise their voting rights are exercised, and additionally a majority of the affirmative votes are exercised by those shareholders who exercised their voting rights. t.

Item 5, Item 6 and Item 7: at least one third or more of the total voting rights of those shareholders who are entitled to exercise their voting rights are exercised, and additionally at least two-thirds of the affirmative votes are exercised by those shareholders who exercised their voting rights.

d. Reason why a portion of the number of voting rights of the shareholders present at the meeting was not included in the calculation

The confirmed number of voting rights of shareholders whose affirmative votes or negative votes on each item, which were exercised prior to the date of the meeting or at the meeting, were sufficient to meet the requirements for adoption of the Company proposals and for rejection of the Shareholder's proposals for resolution. Accordingly a portion of the number of voting rights was not included in the calculation as a result of the resolutions being legally adopted pursuant to the Companies Act.