

April 24, 2020

Notice of Transition to Company with Audit & Supervisory Committee

Nippon Flour Mills Co., Ltd. announces that it has decided to transition to a Company with Audit & Supervisory Committee, subject to approval at the 196th Ordinary General Meeting of Shareholders scheduled for June 26, 2020 (the "Shareholders Meeting"). Details are as follows.

1. Purpose of Transition

The Company will transition to a Company with Audit & Supervisory Committee and grant Directors (including Outside Directors) who are also Audit & Supervisory Committee Members the right to vote at the Board of Directors in order to strengthen audit and supervisory functions, further enhance the corporate governance structure, and further improve corporate value.

2. Timing of Transition

The Company plans to transition to a Company with Audit & Supervisory Committee upon obtaining the approvals of the necessary amendments to the Articles of Incorporation at the Shareholders Meeting.