[Correction] Order Volume and Backlog

An error in the reporting of some order volumes and backlog has been corrected. For details, please refer to our Financial Review issued on October 28, 2016. The correction applies only to orders and has no impact on our audited financial statements.

For revisions affecting Annual Report 2016, please refer to the correction on the following page

• Reason for the error:

A programming error caused some orders to be recorded in duplicate at a U.S. subsidiary, resulting in errors in order volume and backlog that TEL disclosed from 2005 onward

• Scope of correction:

We have taken into account the public inspection period for Securities Reports and Quarterly Reports, and the degree of impact of the corrected amounts, and the order backlog from March 31, 2011 to the current period and the order volume since the April to June 2011 quarter have been corrected

Impact:

The discrepancies range between underreporting of 0.4% to overreporting of 1.9% of the consolidated order volume

The orders backlog of 2.8% (¥10.4 billion) as of June 30, 2016 was overstated

Preventative measures:

We have confirmed that this issue has not occurred in other regions. We will undertake to prevent such issues in the future for unaudited items through improved business process verification and the careful checking of numbers

[Correction] Order Volume and Backlog

Page 17, Financial Review, Sales and Income, Sales

(Before correction)

Orders received during fiscal 2016 came to ± 679.3 billion, up 2.8% compared with the previous fiscal year. The order backlog at the end of March 2016 was ± 311.1 billion, up 5.2% year on year.

(After correction)

Orders received during fiscal 2016 came to ± 676.0 billion, up 3.2% compared with the previous fiscal year. The order backlog at the end of March 2016 was ± 300.7 billion, up 4.2% year on year.

Page 18, Financial Review, Performance by Segment, Semiconductor Production Equipment (Before correction)

Orders received in this segment edged down 0.1% to ± 626.3 billion. The order backlog as of March 31, 2016 was up 5.1% year on year to ± 273.7 billion.

(After correction)

Orders received in this segment edged up 0.3% to \pm 622.9 billion. The order backlog as of March 31, 2016 was up 3.9% year on year to \pm 263.3 billion.

