

July 3, 2017 Nippon Paint Holding Co., Ltd.

Selection as a Constituent of the SNAM Sustainability Index Recognition of Company's Efforts for ESG

Nippon Paint Holdings Co., Ltd. is glad to announce that it has been selected as one of the constituents (index portfolio stock) of the SNAM Sustainability Index managed by Sompo Japan Nipponkoa Asset Management Co., Ltd. (SNAM).

The Sustainability Index, which SNAM launched in August 2012, is a socially responsible investment product for pension trust and institutional investors that invests broadly in companies with high evaluations for ESG (environment, society, governance). Unlike ordinary active indices for which constituents are chosen by fund managers, this index is a "buy and hold" style investment product for which the constituents are chosen with an emphasis on ESG evaluations by research companies, and allocations are decided based on a unique active index, the "SNAM Sustainability Index." By actualizing management qualities and hidden risks that do not appear on financial statements, and by evaluating corporate value from a long-term perspective, the index seeks to contribute to asset formation for long-term investors.

The constituents for this index are reviewed every year based on both the results of the "Buna no Mori (Beech Forest) Environment Questionnaire i" conducted by Sompo Risk Management & Health Care Inc. and the "IntegreX Survey ii" conducted by IntegreX Inc. Nippon Paint Holdings was chosen as a constituent of the index after our efforts were recognized by these surveys.

Nippon Paint Holdings Group will seek to further strengthen its activities in ESG while developing products that are friendly to the environment, society and people, to do its best to communicate reciprocally with stakeholders such as customers, clients, regional communities, shareholders/investors and employees, and to contribute to helping realize and develop a sustainable society.