

Company Name: Sharp Corporation
 Representative: Director & President
 Kozo Takahashi
 (Code No. 6753)

Notice Regarding the Dissolution of Capital Alliance with Pioneer Corporation

Sharp Corporation (“Sharp”) hereby announces that Sharp and Pioneer Corporation (“Pioneer”) agreed today to dissolve their capital alliance (the “Dissolution of the Capital Alliance”) as follows, though Sharp and Pioneer had entered into a business and capital alliance agreement to jointly proceed with the development in the optical disk business and other fields.

Sharp and Pioneer are currently engaged in the optical disk business in a joint venture, and agreed to continue the business alliance.

1. Content, etc. of the Dissolution of the Capital Alliance

(1) Reason for the Dissolution of the Capital Alliance

On September 20, 2007, Sharp and Pioneer entered into a business and capital alliance agreement to jointly proceed with the development in the optical disk business and other fields. Since both companies have now decided that the original purpose of the capital alliance, which was to ensure a close and firm business alliance, has been achieved, the companies have determined to dissolve the capital alliance.

(2) Pioneer’s shares held by Sharp

Common stock: 30,000,000 shares (ratio against Pioneer’s total number of issued shares: 8.05%)

(3) Sharp’s shares held by Pioneer

Common stock: 10,000,000 shares (ratio against Sharp’s total number of issued shares: 0.59%)

2. Outline of Pioneer

(1) Name	Pioneer Corporation
(2) Location	1-1, Shin-ogura, Saiwai-ku, Kawasaki-shi, Kanagawa, Japan
(3) Name and Title of Representative	Susumu Kotani, Representative Director, President and CEO
(4) Business	Manufacture and sales of car electronics products and home electronics products, etc.
(5) Capital Stock	91,731 million yen
(6) Date of Incorporation	May 8, 1947

(7)	Principal Shareholders and Their Shareholding Ratio	Sharp Corporation		8.05%
		Mitsubishi Electric Corporation		7.49%
		NTT DOCOMO, INC.		6.92%
		The Chase Manhattan Bank, N.A. London S.L. Omnibus Account		4.38%
		Honda Motor Co., Ltd.		3.94%
(8)	Relationships between Sharp and the Relevant Company	Capital Relationship	Sharp holds 30,000,000 shares in common stock of the relevant company (shareholding ratio: 8.05%), while the relevant company holds 10,000,000 shares in common stock of Sharp (shareholding ratio: 0.59%). In addition, Sharp and the relevant company formed a joint venture company called Pioneer Digital Design and Manufacturing Corporation on June 29, 2009, based on the joint venture agreement entered into as of June 25, 2009.	
		Personnel Relationship	Sharp and the relevant company have no significant personnel relationship. In addition, employees of Sharp are seconded to the joint venture company Pioneer Digital Design and Manufacturing Corporation.	
		Transaction Relationship	Sharp and the relevant company conduct sale and purchase transactions concerning electronic products and electronic components.	
		Status as a Related Party	The relevant company is not a related party of Sharp. In addition, none of the relevant company's related parties or affiliates are related parties of Sharp.	
(9)	Consolidated Business Results and Consolidated Financial Conditions for the Previous Three Fiscal Years of the Relevant Company			
	Fiscal Year	Ended March 31, 2012	Ended March 31, 2013	Ended March 31, 2014
	Consolidated Net Assets	89,037 million yen	81,576 million yen	77,816 million yen
	Consolidated Total Assets	322,012 million yen	311,325 million yen	327,913 million yen
	Consolidated Net Assets per Share	261.98 yen	237.97 yen	197.33 yen
	Consolidated Net Sales	436,753 million yen	451,841 million yen	498,051 million yen
	Consolidated Operating Income	12,514 million yen	5,997 million yen	11,169 million yen
	Consolidated Ordinary Income	9,863 million yen	812 million yen	5,111 million yen
	Consolidated Net Income or (Consolidated Net Loss)	3,670 million yen	(19,552 million yen)	531 million yen
	Consolidated Net Income per Share or (Consolidated Net Loss per Share)	11.43 yen	(60.90 yen)	1.49 yen
	Dividend per Share	-	-	-

(Note) Capital stock, principal shareholders and their shareholding ratio and capital relationship are as of March 31, 2014.

3. Impact on Business Performance

If a material impact on its business performance is anticipated in connection with the Dissolution of the Capital Alliance, it will be promptly disclosed.

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