

Results of Exercise of Proxy Voting Rights at general meetings from April to June 2019

To appropriately deal with conflicts of interest and further enhance the visibility of its exercise of voting rights, Sumitomo Mitsui DS Asset Management (SMDAM) will individually disclose voting results of all proposals for which it exercises voting rights it holds in investee companies and investment corporations.

【 Japanese Equities 】

Results of Exercise of Proxy Voting Rights (April - June, 2019)

Nature of Resolution	Total No. of Resolutions	Supported	Opposed	Abstained	Carte Blanche
Management Resolutions	19,695	13,747 (69.8%)	5,948 (30.2%)	0	0
Resolutions Concerning Company Organs					
Appointment and dismissal of directors *1	14,777	10,144 (68.6%)	4,633 (31.4%)	0	0
Appointment and dismissal of auditors *1	2,308	1,586 (68.7%)	722 (31.3%)	0	0
Appointment and dismissal of accounting auditors	39	39 (100.0%)	0 (0.0%)	0	0
Resolutions Concerning Remuneration of Officers					
Executive compensation *2	648	546 (84.3%)	102 (15.7%)	0	0
Payment of retirement benefits	163	22 (13.5%)	141 (86.5%)	0	0
Resolutions Concerning Capital Policy					
Appropriation of retained earnings	1,249	976 (78.1%)	273 (21.9%)	0	0
Matters related to restructuring *3	23	22 (95.7%)	1 (4.3%)	0	0
Introduction, renewal, or abolition of takeover defense measures	68	5 (7.4%)	63 (92.6%)	0	0
Other capital policy proposals *4	43	40 (93.0%)	3 (7.0%)	0	0
Partial amendment of the articles of incorporation	376	367 (97.6%)	9 (2.4%)	0	0
Other proposals	1	0 (0.0%)	1 (100.0%)	0	0

Nature of Resolution	Total No. of Resolutions	Supported	Opposed	Abstained	Carte Blanche
Shareholder resolutions	144	15 (10.4%)	129 (89.6%)	0	0
Resolutions Concerning Company Organs					
Appointment and dismissal of directors *1-5	36	6 (16.7%)	30 (83.3%)	0	0
Appointment and dismissal of auditors *1	1	0 (0.0%)	1 (100.0%)	0	0
Appointment and dismissal of accounting auditors	0	0 -	0 -	0	0
Resolutions Concerning Remuneration of Officers					
Executive compensation *2-6	8	5 (62.5%)	3 (37.5%)	0	0
Payment of retirement benefits	0	0 -	0 -	0	0
Resolutions Concerning Capital Policy					
Appropriation of retained earnings	6	1 (16.7%)	5 (83.3%)	0	0
Matters related to restructuring *3	0	0 -	0 -	0	0
Introduction, renewal, or abolition of takeover defense measures	1	1 (100.0%)	0 (0.0%)	0	0
Other capital policy proposals *4	3	0 (0.0%)	3 (100.0%)	0	0
Partial amendment of the articles of incorporation	89	2 (2.2%)	87 (97.8%)	0	0
Other proposals	0	0 -	0 -	0	0

*1 Vote is implemented by candidate

*2 Amendment of director compensation, issuance of stock options, introduction/revision of performance-linked stock compensation system, and bonuses for officers.

*3 Mergers, business hand-overs/take-overs, share exchanges, share transfers, and company splits, etc.

*4 Acquisition of treasury stock, decrease in statutory reserves, increases in capital by third party allotment, capital decrease, reverse stock split, class share issuance, etc.

*5 Includes audit committee

*6 Includes disclosure of director compensation

From the perspective of responding to concerns about conflicts of interests,

- (i) in its exercise of voting rights on all proposals of its major shareholders Sumitomo Mitsui Financial Group, Daiwa Securities Group, and MS&AD Insurance Group Holdings, SMDAM will vote in favor of resolutions only when agreement to these concurs with recommendations of external advisory bodies and SMDAM standards for determining the exercise of voting rights; and
- (ii) as a general rule, SMDAM is obliged to follow the recommendations of external advisory bodies when employees/officers of SMDAM or officers or employees holding important positions of major shareholders of SMDAM are included in proposals for the appointment of directors and auditors.

The number of resolutions for which voting rights were exercised at shareholder general meetings held from April to June 2019 was 19,695 company-proposed resolutions and 144 shareholder-proposed resolutions. In the breakdown of company-proposed resolutions according to proposal content, "Appointment or dismissal of directors" was the most common with 14,777 resolutions, followed by "Appointment or dismissal of auditors" with 2,308 resolutions, "Appropriation of retained earnings" with 1,249 resolutions, "Remuneration of officers" with 648 resolutions, and "Resolutions concerning the articles of incorporation" with 376 resolutions.

The exercise of voting rights in accordance with ["Criteria for Determining the Exercise of Voting Rights"](#) resulted in a 30.2% objection rate regarding company-proposed resolutions. The breakdown of this objection rate according to resolution content was 31.4% for "Appointment or dismissal of directors," 31.3% for "Appointment or dismissal of auditors," 21.9% for "Appropriation of retained earnings," 15.7% for "Remuneration of officers," and 2.4% for "Resolutions concerning the articles of incorporation."

【 J-REITs 】

Results of Exercise of Proxy Voting Rights (April - June, 2019)

Nature of Resolution	Total No. of Resolutions	Supported	Opposed	Abstained	Carte Blanche
Management Resolutions	51	29 (56.9%)	22 (43.1%)	0	0
Changes to the articles of incorporation	9	8 (88.9%)	1 (11.1%)	0	0
Appointment and dismissal of executive officers	18	1 (5.6%)	17 (94.4%)	0	0
Appointment and dismissal of supervisory officers	24	20 (83.3%)	4 (16.7%)	0	0
Appointment and dismissal of accounting auditors	0	0 -	0 -	0	0
Other proposals	0	0 -	0 -	0	0
Nature of Resolution	Total No. of Resolutions	Supported	Opposed	Abstained	Carte Blanche
Unitholder Resolutions	0	0 -	0 -	0	0

The number of resolutions for which voting rights were exercised at general investors' meetings held from April to June 2019 was 51 corporation-proposed resolutions and 0 investor-proposed resolutions. In the breakdown of corporation-proposed resolutions according to resolution content, "Appointment or dismissal of supervisory officers" was the most common with 24 resolutions, followed by "Appointment or dismissal of executive officers" with 18 resolutions, and "Changes to the articles of incorporation" with 9 resolutions.

The exercise of voting rights in accordance with ["Criteria for Determining the Exercise of Voting Rights"](#) resulted in a 43.1% objection rate regarding corporation-proposed resolutions. The breakdown of this objection rate according to resolution content was 16.7% for "Appointment or dismissal of supervisory officers," 94.4% for "Appointment or dismissal of executive officers," and 11.1% for "Changes to the articles of incorporation."

SMDAM has disclosed the main reasons for its objection to resolutions concerning both domestic stocks and J-REITs for each investee and resolution, and stated representative reasons in cases where there were multiple reasons for objecting. The "approval/objection" disclosed for each investee and resolution is an indication of how voting rights were exercised based on SMDAM ["Criteria for Determining the Exercise of Voting Rights"](#).

The ["Criteria for Determining the Exercise of Voting Rights"](#), which SMDAM formulates and discloses to eliminate arbitrariness as much as possible, establish standards aimed at achieving appropriate corporate governance with the objective of increasing corporate value. SMDAM will continually revise and improve these standards as necessary based on changes in the external environment and results of engagement with investee companies, etc., and will make an even stronger commitment to increasing corporate value through the exercise of voting rights and active dialogue with investee companies.

(The following shows the results of exercising voting rights for each company and resolution)

Sumitomo Mitsui DS Asset Management

Code/Ticker	Company	Annual/ Special/ REIT	Meeting Date	#	Management Proposal /Shareholder Proposal	For/Against	Proposal	Main reason of opposition/Notes
6645	OMRON Corporation	Annual	20190618	2-6	Management Proposal	For	Appointment and dismissal of directors	
6645	OMRON Corporation	Annual	20190618	2-7	Management Proposal	For	Appointment and dismissal of directors	
6645	OMRON Corporation	Annual	20190618	2-8	Management Proposal	For	Appointment and dismissal of directors	
6645	OMRON Corporation	Annual	20190618	3-1	Management Proposal	For	Appointment and dismissal of auditors	
6645	OMRON Corporation	Annual	20190618	3-2	Management Proposal	For	Appointment and dismissal of auditors	
6645	OMRON Corporation	Annual	20190618	4-1	Management Proposal	For	Appointment and dismissal of auditors	
6648	KAWADEN CORPORATION	Annual	20190621	1	Management Proposal	Against	Appropriation of retained earnings	Criteria for dividends
6648	KAWADEN CORPORATION	Annual	20190621	2-1	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-2	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-3	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-4	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-5	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-6	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-7	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-8	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-9	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-10	Management Proposal	For	Appointment and dismissal of directors	
6648	KAWADEN CORPORATION	Annual	20190621	2-11	Management Proposal	Against	Appointment and dismissal of directors	Independence standards of directors and company auditors
6651	NITTO KOGYO CORPORATION	Annual	20190627	1	Management Proposal	Against	Appropriation of retained earnings	Criteria for dividends
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-1	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-2	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-3	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-4	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-5	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6651	NITTO KOGYO CORPORATION	Annual	20190627	2-6	Management Proposal	For	Appointment and dismissal of directors	
6651	NITTO KOGYO CORPORATION	Annual	20190627	3-1	Management Proposal	For	Appointment and dismissal of directors	
6651	NITTO KOGYO CORPORATION	Annual	20190627	3-2	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	1-1	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	1-2	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	1-3	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	1-4	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	1-5	Management Proposal	For	Appointment and dismissal of directors	
6652	IDEC CORPORATION	Annual	20190614	2	Management Proposal	For	Other capital policy proposals	
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	1	Management Proposal	For	Appropriation of retained earnings	
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-1	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-2	Management Proposal	For	Appointment and dismissal of directors	
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-3	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-4	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-5	Management Proposal	For	Appointment and dismissal of directors	
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-6	Management Proposal	For	Appointment and dismissal of directors	
6654	FUJII ELECTRIC INDUSTRY CO.,LTD.	Annual	20190424	2-7	Management Proposal	Against	Appointment and dismissal of directors	ROE criteria
6670	MCJ Co.,Ltd.	Annual	20190626	1	Management Proposal	For	Appropriation of retained earnings	
6670	MCJ Co.,Ltd.	Annual	20190626	2-1	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-2	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-3	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-4	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-5	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-6	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	2-7	Management Proposal	For	Appointment and dismissal of directors	
6670	MCJ Co.,Ltd.	Annual	20190626	3-1	Management Proposal	Against	Appointment and dismissal of auditors	Standards related to composition of board of company auditors
6670	MCJ Co.,Ltd.	Annual	20190626	3-2	Management Proposal	Against	Appointment and dismissal of auditors	Independence standards of directors and company auditors
6670	MCJ Co.,Ltd.	Annual	20190626	3-3	Management Proposal	Against	Appointment and dismissal of auditors	Independence standards of directors and company auditors
6674	GS Yuasa Corporation	Annual	20190627	1	Management Proposal	For	Appropriation of retained earnings	
6674	GS Yuasa Corporation	Annual	20190627	2-1	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-2	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-3	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-4	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-5	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-6	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	2-7	Management Proposal	For	Appointment and dismissal of directors	
6674	GS Yuasa Corporation	Annual	20190627	3-1	Management Proposal	For	Appointment and dismissal of auditors	
6674	GS Yuasa Corporation	Annual	20190627	4	Management Proposal	For	Executive compensation	
6675	SAXA Holdings, Inc.	Annual	20190627	1	Management Proposal	For	Appropriation of retained earnings	
6675	SAXA Holdings, Inc.	Annual	20190627	2	Management Proposal	Against	Introduction, renewal, or abolition of takeover defense measures	Standards related to appropriateness of schemes
6675	SAXA Holdings, Inc.	Annual	20190627	3-1	Management Proposal	For	Appointment and dismissal of directors	
6675	SAXA Holdings, Inc.	Annual	20190627	3-2	Management Proposal	Against	Appointment and dismissal of directors	Independence standards of directors and company auditors
6675	SAXA Holdings, Inc.	Annual	20190627	3-3	Management Proposal	For	Appointment and dismissal of directors	
6675	SAXA Holdings, Inc.	Annual	20190627	4-1	Management Proposal	For	Appointment and dismissal of auditors	
6675	SAXA Holdings, Inc.	Annual	20190627	4-2	Management Proposal	For	Appointment and dismissal of auditors	
6676	MELCO HOLDINGS INC.	Annual	20190621	1	Management Proposal	For	Appropriation of retained earnings	
6676	MELCO HOLDINGS INC.	Annual	20190621	2	Management Proposal	For	Partial amendment of the articles of incorporation	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-1	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-2	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-3	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-4	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-5	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-6	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-7	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-8	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	3-9	Management Proposal	For	Appointment and dismissal of directors	
6676	MELCO HOLDINGS INC.	Annual	20190621	4-1	Management Proposal	For	Appointment and dismissal of auditors	
6676	MELCO HOLDINGS INC.	Annual	20190621	4-2	Management Proposal	For	Appointment and dismissal of auditors	
6676	MELCO HOLDINGS INC.	Annual	20190621	5	Management Proposal	For	Executive compensation	
6676	MELCO HOLDINGS INC.	Annual	20190621	6	Management Proposal	Against	Payment of retirement benefits	Standards related to appropriateness of director and company auditor eligibility for payment
6678	Techno Medica Co.,Ltd.	Annual	20190626	1	Management Proposal	Against	Appropriation of retained earnings	Criteria for dividends
6678	Techno Medica Co.,Ltd.	Annual	20190626	2-1	Management Proposal	Against	Appointment and dismissal of directors	Standards related to composition of board of directors
6678	Techno Medica Co.,Ltd.	Annual	20190626	2-2	Management Proposal	For	Appointment and dismissal of directors	
6678	Techno Medica Co.,Ltd.	Annual	20190626	2-3	Management Proposal	For	Appointment and dismissal of directors	
6678	Techno Medica Co.,Ltd.	Annual	20190626	2-4	Management Proposal	For	Appointment and dismissal of directors	
6678	Techno Medica Co.,Ltd.	Annual	20190626	3-1	Management Proposal	For	Appointment and dismissal of directors	

Sumitomo Mitsui DS Asset Management

Code/Ticker	Company	Annual/ Special/ REIT	Meeting Date	#	Management Proposal /Shareholder Proposal	For/Against	Proposal	Main reason of opposition/Notes
9997	BELLUNA CO.,LTD.	Annual	20190626	5-3	Management Proposal	For	Appointment and dismissal of directors	

(Notes)

*1. Application of assessments from external advisory bodies

*2. Proposals where voting rights were exercised differently from SMAMDS in some accounts, based on customer guidelines.