

December 14, 2016

**[Updated] Notice Regarding Correcting
in “Summary of Business Results for the Second Quarter
Ended January 31, 2016 [Japan GAAP] (Consolidated)”**

ARDEPRO Co., Ltd. (“the Company”) announced corrections in “Summary of Business Results for the Second Quarter Ended January 31, 2016. [Japan GAAP] (Consolidated)” disclosed on March 16, 2016. The corrections are as follows (underlined below). There are also changes in the numerical data of the financial statements.

1. Reason for the Corrections

The Company acquired 908 shares of Type A Preferred Stock in exchange for consideration on November 10, 2015, retired them on November 12, 2016 and acquired and retired 5,334 shares of Type A Preferred Stock on January 20, 2016. In the accounting processes for these, the amount of the Class A Preferred Shares retired (1,872,600,000 yen) should be reduced from the other capital surplus as the retirement is completed. If the other capital surplus turns into a negative number, however, the accounting treatment is required to make the other capital surplus 0(zero) and subtract the negative number from other retained earnings. Since the Company had not accounted for this, the Company has now corrected the surplus retained earnings and the amount of treasury stock in the net assets section. This correction is an amendment of the quantity between the items in the net assets section, there is no amendment of the amount of dividend profit or the total amount in the net assets section.

2. Section Corrected

(Before correction)

(Current assets)

Current assets at the end of the second quarter under review amounted to 13,497 million yen. The major components were cash and deposits of 4,397 million yen and real properties for sale of 7,768 million yen.

(Property, plant and equipment)

Property, plant and equipment at the end of the second quarter under review amounted to 865 million yen. The major component was shares of subsidiaries of 614 million yen.

(Current liabilities)

Current liabilities at the end of the second quarter under review amounted to 6,366 million yen. The major component was short-term borrowing of 5,183 million yen.

(Non-current liabilities)

Non-current liabilities at the end of the second quarter under review amounted to 4,384 million yen. The major components were corporate bonds of 3.7 billion yen and long-term borrowing of 676 million yen.

(Net assets)

Net assets at the end of the second quarter under review amounted to 3,611 million yen. The major components were capital of 550 million, capital reserve of 1,050 million, retained earnings of 4,594 million and

treasury stock of -2,676 million. As a result, the shareholders' equity ratio stood at 24.5%.

(After correction)

(Current assets)

Current assets at the end of the second quarter under review amounted to 13,497 million yen. The major components were cash and deposits of 4,397 million yen and real properties for sale of 7,768 million yen.

(Property, plant and equipment)

Property, plant and equipment at the end of the second quarter under review amounted to 865 million yen. The major component was shares of subsidiaries of 614 million yen.

(Current liabilities)

Current liabilities at the end of the second quarter under review amounted to 6,366 million yen. The major component was short-term borrowing of 5,183 million yen.

(Non-current liabilities)

Non-current liabilities at the end of the second quarter under review amounted to 4,384 million yen. The major components were corporate bonds of 3.7 billion yen and long-term borrowing of 676 million yen.

(Net assets)

Net assets at the end of the second quarter under review amounted to 3,611 million yen. The major components were capital of 550 million, capital reserve of 1,050 million, retained earnings of 2,721 million and treasury stock of -803 million. As a result, the shareholders' equity ratio stood at 24.5%