

*July 28, 2017*

### **Notice Concerning Borrowing**

ARDEPRO Co., Ltd. ("the Company"), at its Board of Directors' meeting on July 28, 2017, passed a resolution on borrowing and decided to undertake borrowing effective July 28, 2017.

1. Details on the Borrowing, Effective July 28, 2017

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|--------------------------------------|--|
| (1) Date of borrowing                | July 28, 2017  |
| (2) Amount                           | 30 billion yen   |
| (3) Interest                         | 4.25% per annum  |
| (4) Payment deadline                 | July 31, 2019  |
| (5) Lender                           | Osaka Co-Sei Shinkin Bank, Oyodo Branch<br>(Address: 12-10, 2-chome, Sagisu,<br>Fukushima-ku, Osaka)       |
| (6) Collateral status                | Real estate for sale purchased by<br>ARDEPRO (Note 1)  |
| (7) Use of funds                     | Funds to acquire an office building located<br>in Shibuya-ku, Tokyo (communicated as of<br>March 30, 2017) |
| (8) Relationship<br>with the Company | There is no capital, personnel or business<br>relationship.  |

Notes:

1. Granting of security on real estate located in Shibuya-ku, Tokyo, which the Company communicated in the press release entitled "Notice Concerning Purchase Contract for Real Estate for Sale" as of March 30, 2017.
2. The amount of borrowing is equal to more than 30% of the Company's net assets (4,809 million yen) at the fiscal year ended July 31, 2016.

2. Forecast

The financial forecast for the fiscal year has not been changed. The Company will purchase real estate for sale with equity capital as well as borrowing and undertake sales activities.