

November 10, 2017

**Notice Concerning Termination of the Sales Contract
for Real Estate for Sale**

ARDEPRO Co., Ltd. (“the Company”) announced the termination of the sales contract for the real estate for sale announced in the press release “(Progress and Reamendment of Disclosure Item) On the Progress of 'Notice Concerning the Sales for Real Estate for Sale'” as of July 31, 2017.

1. Details of the Termination of the Sale for Real Estate for Sale

(1) Outline of the sales contract

No.	Location	Type	Gross floor area (m ²)	Land area (m ²)
1	Minato-ku, Tokyo	Office building	3,085.58	810.64
2	Minato-ku, Tokyo	Office building	883.43	261.00

The amount of the sales contract is larger than the amount of the Company’s consolidated net sales for the fiscal year ended July 31, 2017 (7,733 million yen).

(2) Factor behind the termination

The Company had required payment of the sales price for the real estate for sale by November 9, 2017. However, the buyer did not make such a payment by November 9, 2017. Consequently, the Company terminated the sales contract for the real estate for sale. The Company will consider claiming the penalty payment equivalent to 20% of the sales price.

2. Forecast

Because settlement of the sales contract had not been completed by October 31, 2017, the expected sales amount from the sales contract is not recorded in the Company’s financial results for the first quarter of the fiscal year ending July 31, 2018.

The financial forecast for the fiscal year ending July 31, 2018 will be announced as soon as estimates can be made.