

November 20, 2017

**Notice Concerning Execution of the Partial Early Redemption
of No. 3 Zero Coupon Convertible Bonds**

ARDEPRO Co., Ltd. (“the Company”) announced that the Company has executed the partial early redemption (500 million yen) of No. 3 zero coupon convertible bonds (“the CB”) issued on December 29, 2014.

1. Bonds for Early Redemption

ARDEPRO Co., Ltd. No. 3 zero coupon convertible bonds (“the CB”)

2. Early Redemption Date

November 20, 2017

3. Principal Amount

500 million yen

4. Price of Early Redemption

100 yen per 100 yen face value

5. Reason for Early Redemption

The CB has fallen under the provision of early redemption pursuant to the option of the bondholder stated in the issue requirement of the CB (15. Condition and term of redemption of bonds (4)①):

15. Condition and term of redemption of bonds (4)①

The bondholder may request the Company to redeem all or part of the bonds held by the bondholder at a price of 100 yen per 100 yen face value by making a request not less than 20 business days and not more than 30 business days in advance of any day set as the redemption date after December 30, 2016. If the closing price of ordinary transactions of the Company's common stock on the Tokyo Stock Exchange falls below the conversion price on any trading day after November 15, 2016.

6. Conversion Price

174.1 yen

7. Effect on the Company's Business

There is no impact on the Company's business results.

8. Funds for Redemption

The CB will be redeemed using borrowing funds.

Due to the early redemption of 500 million yen of the CB, 2,871,912 dilutive securities (1.03% of the 277,657,459 standard shares outstanding) have expired.

(Reference) Outline of the CB

(1) Issue date: December 29, 2014

(2) Issue amount: 4 billion yen

(3) Unredeemed amount as of November 20, 2017: 400 million yen

- (4) Interest rate: Zero coupon
- (5) Original redemption date: December 29, 2017