

May 14, 2018

**Notice Concerning Closing of Payment for the Issuance of New Shares
by a Third-Party Allotment (DES)**

ARDEPRO Co., Ltd. ("the Company"), announced the closing of payment for the issuance of new shares by a third-party allotment (DES) resolved at the Company's Board of Directors' meeting on April 27, 2018.

1. Outline of the Issuance of New Shares

(1) Class and number of shares to be subscribed

Common stock: 57,142,800 shares

(2) Amount to be paid

70 yen per share

(3) Total value to be paid

3,999,996,000 yen

(4) Details and value of assets to be invested

3,999,996,000 yen of money claims held by Dragon Power Co., Ltd., against the Company

(5) Increases in capital and capital reserve

Capital 1,628,085,833 yen

Capital reserve 1,628,085,833 yen

(6) Application date

May 14, 2018

(7) Payment date

May 14, 2018

(8) Subscription and number of shares to be allotted

57,142,800 of the Company's common shares will be allotted to Dragon Power Co., Ltd., by way of a private placement.

2. Trends in the Total Number of Outstanding Shares of Common Stock and the Amount of Capital after the Third-Party Allotment

	Number of Outstanding Shares of Common Stock	Capitalization (yen)
Before the third-party allotment	277,657,459	550,018,000
Increase from the third-party allotment	57,142,800	1,628,085,833
After the third-party allotment	334,800,259	2,178,103,833

(Reference) The Company's major shareholders after the third-party allotment

Name	Number of shares	Number of voting rights	Percentage of total
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1	Tatsuya Akimoto	99,191,020	1,129,317	33.09%
2	Dragon Power Co., Ltd.	57,142,800	571,428	16.74%
3	JAPAN SECURITIES FINANCE CO., LTD.	6,263,500	62,635	1.84%
4	CREDIT SUISSE AG ZURICH	4,105,500	41,055	1.20%
5	NOMURA PB NOMINEES LIMITED OMNIBUS-MARGIN (CASHPB)	3,126,200	31,262	0.92%

Notes:

1. This table is based on the shareholders' list as of January 31, 2018, and the amendment report submitted by Mr. Tatsuya Akimoto on April 12, 2018.
2. Mr. Tatsuya Akimoto owns 99,049,524 shares of common stock, 2,674 shares of Type A preferred stock (no voting rights) and 138,822 shares of Type E preferred stock (with voting rights).
3. The percentage of total is calculated based on 3,413,152 total voting rights after the third-party allotment.
4. As of January 31, 2018, the number of shareholders was 31,078 (23,293 shareholders with voting rights).