

May 9, 2017

(Translation)

Dear Sir/Madam,

Company: JP-HOLDINGS, INC
Representative: Kazuhiro Ogita,
President and Representative Director
(Stock Code: 2749, First Section of TSE)

Contact: Mika Matsumiya
General Manager of Administration Div.
(TEL +81-52-933-5419)

Notice Concerning Extraordinary Loss

JP-HOLDINGS, INC. posted the extraordinary loss (impairment loss) in the fiscal year ended March 2017 (April 1, 2016-March 31, 2017) as follows.

1. Contents of extraordinary loss

In the fiscal year ended March 2017, the company wrote down fixed assets related to interior equipment, etc. in the group's childcare facilities for impairment and booked 391 million yen in impairment loss under extraordinary loss.

2. Future outlook

Above extraordinary loss is reflected in the "Summary of Business Results for the Fiscal Year Ended March 31, 2017 [Japan GAAP] (Consolidated)" disclosed on May 9.