

August 10, 2018

(Translation)

Dear Sir/Madam,

Company: JP-HOLDINGS, INC.  
Representative: Koichiro Furukawa,  
President and Representative Director  
(Stock Code: 2749, First Section of TSE)  
Contact: Akihiko Fukuoka, Director  
(Tel: +81 52 933 5419)

## **Notice Concerning Out-of-Court Settlement and Corrections in the Content of Releases**

JP-HOLDINGS, INC. announces that in relation to the matters raised by, and which resulted in a lawsuit being brought by Mr. Hiromi Yamaguchi (hereinafter referred to as “Mr. Yamaguchi”) on November 17, 2017, an out-of-court settlement was established on August 3, 2018. At the same time, we apologize for all the trouble and inconvenience caused to Mr. Yamaguchi as the result of the errors in our disclosure releases.

The circumstances and details of this matter are as specified below.

### **1. Background from the filing of the lawsuit to the out-of-court settlement**

As disclosed in the “Notice Concerning the Receipt of a Complaint Related to the Filing of a Lawsuit for Damages Against the Company” (only available in Japanese) announced on December 4, 2017, the Company received notification of the filing of a lawsuit against the Company to the effect that the honour and reputation of Mr. Yamaguchi had been damaged by matter including the Company's releases (timely disclosure) relating to the convocation of the extraordinary shareholders meeting held on November 22, 2017, and that the said lawsuit was pending at the Nagoya District Court. An out-of-court settlement was concluded on August 3, 2018 by means of another examination of the facts being conducted by the Company and as a result of discussions held with Mr. Yamaguchi. We deeply apologize for all the trouble and inconvenience caused to Mr. Yamaguchi.

For the details of the circumstances regarding this lawsuit, please refer to the “Notice Concerning the Receipt of a Complaint Related to the Filing of a Lawsuit for Damages Against the Company” (only available in Japanese) announced on December 4, 2017.

### **2. Content of the out-of-court settlement**

Regarding the content of the settlement, the Company refrains from making any announcement on the basis of the terms and conditions of a Non-Disclosure Agreement.

### **3. Future performance**

The impact of this settlement on our business results is expected to be minor, and so there is no change to the forecasts for the fiscal year ending March 2019 announced on August 8, 2018.