

UNOFFICIAL TRANSLATION

The official press release is in Japanese.

Company Name: FinTech Global Incorporated  
Address: Toranomom Towers Office,  
1-28, Toranomom 4-chome, Minato-ku,  
Tokyo  
Representative: Nobumitsu Tamai, President and CEO  
Stock Listing: Tokyo Stock Exchange Mothers Section  
Stock Code: 8789  
Inquiries: Seigo Washimoto,  
Member of the Board, Senior Executive  
Officer in charge of Business Management  
Department and Business Planning  
Department  
Tel: +81-3-5733-2121

**Notice regarding new shares and new share subscription rights in Harakosan, and  
business alliance agreement with Harakosan and Hoosiers Holdings**

Tokyo, April 30, 2015—FinTech Global Incorporated (hereafter, “FGI” or “the Company”) has decided to contribute capital to FinTech Investment Limited Partnership No. 19 (FGI is a limited liability partner, with a 99.9% investment ratio; hereafter, “LPS No. 19”), which is to acquire new shares and new share subscription rights (“New Shares, etc.”) through third-party allocation by Harakosan Co., Ltd. (headquartered in Shimonoseki, Yamaguchi Prefecture; hereafter, “Harakosan”). In addition, along with investment in LPS No. 19, the Company has decided to form a three-company business alliance with Harakosan and Hoosiers Holdings (headquartered in Chiyoda-ku, Tokyo; hereafter, “Hoosiers”), that latter of which will also acquire new shares and new share subscription rights through a third-party allocation by Harakosan. Details are provided below.

Note that this acquisition of New Shares, etc. is conditioned upon approval by shareholders at Harakosan’s regular general meeting of shareholders, which is scheduled for May 30, 2015.

**Particulars**

**1. Reasons for acquisition of New Shares, etc. by third-party allocation and for business alliance**

FGI, as a boutique investment bank for all companies in all industries, focuses on investment banking services and corporate investment to expand Group business while providing a combined approach to support growth at client companies.

Through Group activities, FGI has had the occasion to exchange various information, including information on real estate, with Harakosan, now the subject of the New Shares, etc. acquisition and business alliance. In the process, the Company determined from Harakosan’s management resources and financial status that, with a certain level of working capital secured through investment, the company could show profit in the renovation business—a new area of emphasis—and in sales of detached, custom-built homes and accelerate improvement in corporate

value. Meanwhile, Hoosiers plans to expand its business presence into western Japan, and its investment in Harakosan will not only provide investment income but also facilitate information exchange and joint activities with Harakosan in the target region.

FGI will get Harakosan on track to sustainable growth and contribute to higher corporate value by acquiring New Shares, etc., along with Hoosiers, through LPS No. 19, which will provide working capital to Harakosan. FGI will also offer advice on real estate and associated financing.

## 2. Summary of subscription to third-party allocation of shares

### (1) Acquisition of common shares through third-party allocation (LPS No. 19 portion)

- Number of shares acquired 1,388,900 common shares
- Acquisition amount ¥50,000,400 (¥36 per share)
- Payment date June 1, 2015

### (2) Acquisition of new share subscription rights (LPS No. 19 portion)

- Total number of subscription rights 12,500 (100 shares allotted to each new share subscription right)
- Total issue amount ¥1,000,000 (¥80 per new share subscription right)
- Date of allocation June 1, 2015
- Payment date June 1, 2015
- Exercise price ¥4,000 per new share subscription right
- Expected total amount paid through exercise of subscription rights ¥50,000,000
- Exercise period June 2, 2015 to May 31, 2016

Note: Hoosiers also plans to acquire to new shares and new share subscription rights through third-party allocation under the same conditions as FGI, as described in (1) and (2) above.

### (3) Shareholding ratio for LPS No. 19 after third-party allocation of shares

New Shares, etc. will be allocated to LPS No. 19 and to Hoosiers, and the shareholding ratio for LPS No. 19 in Harakosan will be 3.46%, if all new share subscription rights allocated respectively are exercised immediately.

### (4) Lock-up period

LPS No. 19 and Hoosiers have given their promise to continuously hold all allocated shares and shares granted through the exercise of new share subscription rights for 90 days from the date of allocation, unless disposal of shares is approved in writing by Harakosan.

## 3. Summary of Business Alliance

Should Harakosan gain access to information about land for condominiums or land for single-family homes on subdivided lots, the company will quickly notify Hoosiers and FGI. In addition, should information based on these leads from Harakosan result in the development or sale of condominiums or single-family homes on subdivided lots by Hoosiers or FGI, both companies will work with Harakosan to execute these activities.

In principle, Harakosan will be involved in the construction of no more than five subdivided-lot single-family homes, and on these projects, Hoosiers and FGI will each offer advice to Harakosan on the acquisition of property and procurement of funds and also extend support services.

The three companies in the business alliance will meet every other week and whenever necessary

to share information.

When Hoosiers or LPS No. 19 no longer holds shares and new share subscription rights, as described in **2. Summary of subscription to third-party allocation of shares**, the business alliance between Harakosan and Hoosiers and said company and FGI will be dissolved.

#### 4. Summary of parties to acquisition of New Shares, etc. and business alliance

##### (1) Summary of parties to acquisition of New Shares, etc. and business alliance

a. Summary	Company name		Harakosan Co., Ltd.	
	Address		26-1, Miyanoshita-cho, Hatabumiya-no-shita-cho, Shimonoseki-shi, Yamaguchi	
	Representative		Takashi Hara, President	
	Date of establishment		March 1986	
	Fiscal year-end		The last day of February	
	Paid-in capital (Number of issued shares)		¥9,055,175 thousand (70,914,598 shares)	
	Business description		Real estate business	
b. Relationships between FGI and	Investment relationships	Number of Harakosan's shares held by FGI	There are no relevant information	
		Number of FGI's shares held by Harakosan	There are no relevant information	
	Personnel relationships		There are no relevant information	
	Capital relationship		There are no relevant information	
	Technology/business relationship		There are no relevant information	
c. Consolidated performance and financial position for the past three years		February 2013 (From March 1, 2012, to February 28, 2013)	February 2014 (From March 1, 2013, to February 28, 2014)	February 2015 (From March 1, 2014, to February 28, 2015)
	(Thousands of yen)			
	Net assets	(175,746)	623,736	1,488,088
	Total assets	17,320,129	9,023,055	5,071,435
	Net revenue	1,638,498	1,372,427	4,530,183
	Operating loss	(507,601)	(449,083)	(397,987)
	Recurring loss	(224,682)	(798,705)	(538,233)
Net loss	(328,979)	(293,607)	(577,503)	

## (2) Summary of parties to business alliance

a. Summary	Company name		Hoosiers Holdings		
	Address		2-3, Marunouchi 2-chome, Chiyoda-ku, Tokyo		
	Representative		Tetsuya Hirooka, President		
	Date of establishment		April 1, 2013		
	Fiscal year-end		March 31		
	Paid-in capital (Number of issued shares)		¥2,400,240 thousand (31,555,600 shares)		
	Business description		Sales of condominiums and single-family homes on subdivided lots		
b. Relationships between FGI and	Investment relationships	Number of Hoosiers's shares held by FGI	There are no relevant information		
		Number of FGI's shares held by Hoosiers	There are no relevant information		
	Personnel relationships		There are no relevant information		
	Capital relationship		There are no relevant information		
	Technology/business relationship		There are no relevant information		
c. Consolidated performance and financial position for the past three years		March 2012 (From April 1, 2011, to March 31, 2012)	March 2013 (From April 1, 2012, to March 31, 2013)	March 2014 (From April 1, 2013, to March 31, 2014)	
	Net assets	10,607,121	16,054,748	19,532,630	
	Total assets	28,565,057	35,169,382	48,525,055	
	Net revenue	21,045,182	32,955,007	36,943,133	
	Operating income	5,183,399	6,282,885	6,790,019	
	Recurring income	4,701,634	6,015,320	6,421,322	
	Net income	5,362,136	5,573,848	3,856,549	

Note: Hoosiers Holdings was established on April 1, 2013, under a corporate reorganization that shifted the operations of Hoosiers Corporation under a holding company structure. Business results and financial position for the fiscal years ended March 31, 2012 and 2013—prior to the transition to a holding company structure—are those of Hoosiers Corporation, on a consolidated basis.

## 5. Schedule

April 30, 2015	Conclude business alliance agreement
April 30, 2015	Start of business alliance
May 30, 2015	Vote at Harakosan's general shareholders' meeting
June 1, 2015	Payment for new shares and new share subscription rights

## 6. Outlook

Acquisition of new shares and new share subscription rights in the third-party allocation of shares by Harakosan as well as the three-company business alliance will probably have only minimal impact on consolidated results in the current fiscal year. But the underlying objective is to raise the value of the investment equity held by LPS No. 19 by improving the corporate value of Harakosan through capital and business support. If any major impact on business results is identified in response to specific progress toward higher value, management will immediately issue an update.

END