

(TRANSLATION FOR REFERENCE ONLY) April 14, 2021

To Our Shareholders:

Corporate Name: PROTO CORPORATION Representative: Kenji Kamiya, President

Securities Code: 4298 (TSE and NSE 1st Section)

Contact: Takehito Suzuki, Executive Officer

Tel: +81-52-934-2000

Notice Regarding Changes in Specific Subsidiaries

PROTO CORPORATION ("the Company") hereby announces that it has resolved to establish PROTO Ventures 2 Investment Limited Partnership in April 2021. Once capital is invested into the fund, the fund will become a specified subsidiary of the Company.

1. Reason for change

At its Board of Directors' meeting held today, the Company resolved to make investments its capital in PROTO Ventures 2 Investment Limited Partnership by 1.99 billion yen for the purpose of investment in startup companies within Japan and overseas. As a result, the fund will become a specified subsidiary of the Company, as the Company's capital investment in the fund is equivalent to more than 10% of the Company's capital.

2. Overview of the specified subsidiary to be transferred

(2) Address 18-1, Nishi-Shinjuku 6-chome, Shinjuku-ku, Tokyo 160-0023, Japan Basis for Establishment, etc. the Act on Investment Business Limited Liability Partnership under the Act on Investment Business Limited Liability Partnership Agreement [4] Purpose of composition Investment in startup companies within Japan and overseas [5] Composition date April 2021 (Tentative) [6] Total amount of investment ratio Overview of investors PROTO Ventures 0.5% PROTO Ventures 0.5% PROTO Ventures 0.5% PROTO Ventures PROTO Ventures	(1)	N	DDOTO V. A. O. I A. I	
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3. Schedule

Institutional decision date April 14, 2021

Contract date April 2021(Tentative)

4. Future Outlook

The impact of this matter on the Company's financial results for the current consolidated financial year is expected to be negligible, however, if any matter arises that should be announced in the future, it will be disclosed as soon as possible.