

(TRANSLATION FOR REFERENCE ONLY)

May 12, 2014

To Our Shareholders:

Corporate Name: PROTO CORPORATION
 Representative: Kenji Kamiya, President
 Securities code: 4298 (TSE JASDAQ)
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Notice Regarding Dissolution of the Subsidiary in the Republic of Indonesia

At the Board of Directors Meeting held on May 12, 2014, it was decided that PROTO CORPORATION (the Company) will dissolve and liquidate our subsidiary, PT. PROTO INDONESIA (referred to as "PROTO INDONESIA").

1. Background for Dissolution and Liquidation

In December 2012, the Company established PROTO INDONESIA in the Republic of Indonesia, where the sales volume of automobiles is expected to grow, and has made efforts to expand our automobile-related information business in that country. However, the Company decided to dissolve PROTO INDONESIA, considering the fact that a firm business base has not been developed while over one year has elapsed since the establishment of the company.

2. Overview of the Subsidiary to be Dissolved

(1)	Business Name	PT. PROTO INDONESIA
(2)	Head Office Location	KEM Tower, 2nd Floor, Landas Pacu Barat Blok B10/No.2, Kemayoran, Jakarta 10610, Indonesia
(3)	Name and Title of Representative	President Director: Atsuya Okimura (Managing director of the Company)
(4)	Business Areas	Automobile-related information business and Internet-related information business
(5)	Amount of Capital	18 billion IDR
(6)	Date of Establishment	December 28, 2012
(7)	Major Shareholders and Shareholding Ratio	PROTO CORPORATION: 75% PROTO MALAYSIA Sdn. Bhd.: 25% (Indirect investment ratio of PROTO CORPORATION: 100%)

Note: 100 IDR = About 0.9 yen

3. Schedule

Resolution at the Company's Board of Directors Meeting: May 12, 2014

As for the date of liquidation, the liquidation process will be completed when the legal procedures required by the local government complete.

4. Future Forecast

It is expected that the impact of this action on the consolidated performance will be minor.