

November 14, 2016

For Immediate Release

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(TSE First Section, Stock code:
3454)
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Consolidated Subsidiary to Borrow Capital

First Brothers Capital, Co., Ltd., a consolidated subsidiary of First Brothers Co., Ltd., passed a resolution to borrow capital at a Board of Directors meeting on November 14, 2016. We note that the parent company, First Brothers Co., Ltd., also passed a resolution approving the loans at its own board meeting, which was held the same day.

1. Purpose of the loans

One of the basic policies of the growth strategy of the First Brothers Group is to invest in prime real estate for commercial leasing as a potential steady income stream. In keeping with this growth strategy, the company plans to use a portion of this borrowed capital to acquire real estate.

2. Borrowings

Lender	Loan	Execution date	Loan period
Seibu Shinkin Bank	¥5.3 million	November 16, 2016	50 years

Note: We refrain from disclosing the interest rates on these loans. But we point out that the interest rates on these loans are ordinary rates.

3. Forecast

This loan is expected to have marginal impact on our earnings. However, we will immediately disclose any important or sensitive matters warranting disclosure that may arise from future examination of these loans.