

February 9, 2016

For Immediate Release

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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 February 9, 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 (trust beneficiary rights).

2. Borrowings

Lender	Loan	Execution date	Loan period
Resona Bank, Limited	¥1,550 million	February 13, 2016	15 years
Mizuho Bank, Ltd.	¥400 million	February 14, 2016	15 years

Note: We refrain from disclosing the interest rate on this loan. But we point out that the interest rate on this loan is an ordinary rate.

3. Forecast

We factored the earnings impact from this loan into our earnings forecasts for the fiscal year ending November 30, 2017, which we released on January 13, 2017.