

July 5, 2017
SoftBank Group Corp.

Issuance of Stock Acquisition Rights (Stock Options)

SoftBank Group Corp. ("SBG") announces that on July 5, 2017 its Board of Directors passed a resolution regarding the issuance of stock acquisition rights (the "Stock Acquisition Rights") to certain directors, corporate officers and employees of SBG and its subsidiaries pursuant to Articles 236, 238, and 239 of the Companies Act and the resolution at the 37th Annual General Meeting of Shareholders of SBG held on June 21, 2017 as stated below.

I Reason for Issuance of the Stock Acquisition Rights

This is to issue Stock Acquisition Rights without compensation to certain directors, corporate officers and employees of SBG and its subsidiaries to encourage their motivation to continue to enhance the value of SBG.

II Outline of the Issuance of the Stock Acquisition Rights

1. Features of the Stock Acquisition Rights

(1) Class and number of shares to be issued or transferred upon exercise of the Stock Acquisition Rights

The class of shares to be issued or transferred upon exercise of the Stock Acquisition Rights shall be common stock of SBG. One hundred shares (the "Number of Shares to be Allotted") will be issued or transferred upon exercise of each of the Stock Acquisition Rights. The total number of shares to be issued or transferred upon exercise of total of the Stock Acquisition Rights is initially limited to 5,400,000.

Provided, however, that in the event SBG conducts, with respect to the shares of its common stock, a stock split or a consolidation of shares, the Number of Shares to be Allotted shall be adjusted using the following formula, and the maximum number of shares to be allotted upon exercise of Stock Acquisition Rights shall be adjusted accordingly. Such adjustment shall be made only to the Number of Shares to be Allotted for the Stock Acquisition Rights, which have not yet been exercised at the time of the adjustment. Any amount less than one share arising from the adjustment shall be rounded down.

$$\text{Number of Shares to be Allotted after adjustment} = \text{Number of Shares to be Allotted before adjustment} \times \text{Ratio of stock split or stock consolidation}$$

Other than the above, in the event it becomes necessary to adjust the Number of Shares to be Allotted for the Stock Acquisition Rights, it may be adjusted by SBG within the scope deemed reasonable. Such adjustment shall be made only to the Number of Shares to be Allotted for the Stock Acquisition Rights, which have not yet been exercised at the time of the adjustment. Any amount less than one share arising from the adjustment shall be rounded down.

(2) Amount of assets to be contributed upon exercise of the Stock Acquisition Rights

The assets to be contributed upon exercise of the Stock Acquisition Rights shall be cash, and the amount of the assets to be contributed upon exercise of each of the Stock Acquisition Rights shall be an amount obtained by multiplying the price per share to be issued or transferred upon exercise of the Stock Acquisition Rights hereafter defined (the "Exercise Price"), by the Number of Shares to be Allotted defined in (1) above.

The Exercise Price shall be an amount obtained by multiplying the average of the closing prices (the "Closing Prices") of regular way of common stock of SBG on the Tokyo Stock Exchange for each day (excluding days on which no trading was reported) of the month preceding the month to which the allotment date of the Stock Acquisition Rights belongs, by 1.05 (with any fraction of one yen rounded up).

However, if the amount is lower than the closing price on the allotment date of the Stock Acquisition Rights (if no trading was reported on that day, the closing price on the day immediately preceding), the closing price on the allotment date of the Stock Acquisition Rights shall become the Exercise Price.

In the event SBG conducts, with respect to the shares of its common stock, a stock split or a consolidation of shares, the Exercise Price shall be adjusted using the following formula with any amount less than one yen arising from the adjustment rounded up.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{1}{\text{Ratio of stock split or stock consolidation}}$$

In the event SBG newly issues shares of common stock or disposes of its treasury shares of common stock at a price below the current quotation (excluding the case upon exercise of Stock Acquisition Rights), the Exercise Price shall be adjusted using the following formula with all figures less than one yen arising from the adjustment rounded up.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{\text{Number of outstanding shares} + \frac{\text{Number of shares newly issued} \times \text{Amount to be paid per share}}{\text{Current quotation per share}}}{\text{Number of outstanding shares} + \text{Number of shares newly issued}}$$

The “number of outstanding shares” provided in the above formula is derived by deducting the number of treasury shares of common stock of SBG from the total number of issued shares of common stock of SBG. In the event SBG disposes of its treasury shares of common stock, the “number of shares newly issued” shall be replaced by the “number of treasury shares to be disposed of.”

Other than the above, in the event it becomes necessary to adjust the Exercise Price for the Stock Acquisition Rights, the Exercise Price may be adjusted by SBG within the scope deemed reasonable.

(3) Period during which the Stock Acquisition Rights are exercisable

Period during which the Stock Acquisition Rights are exercisable (the “Exercise Period”) is from August 1, 2019 to July 31, 2023.

(4) Matters concerning the capital and capital reserve to be increased

- a. The amount of capital to be increased due to the issuance of shares upon exercise of the Stock Acquisition Rights shall be one half (1/2) of the maximum amount of increases of the capital, etc. to be calculated according to Article 17, Paragraph 1 of the Corporate Accounting Regulations, with any amount less than one yen arising from such calculation to be rounded up.
- b. The amount of capital reserve to be increased due to the issuance of shares upon exercise of the Stock Acquisition Rights shall be the amount obtained by deducting the amount of capital to be increased set forth in a. above, from the maximum amount of increases of the capital, etc. set forth in a. above.

(5) Restriction on the acquisition of the Stock Acquisition Rights through transfer

Any acquisition of the Stock Acquisition Rights through transfer shall require the approval by resolution of the Board of Directors of SBG.

(6) Conditions for the exercise of the Stock Acquisition Rights

- a. A holder of the Stock Acquisition Rights (the “Right Holder”) may not exercise the Stock Acquisition Rights yet to be exercised if he/she loses all of his/her positions as directors, employees (including as a corporate officer) of SBG or subsidiaries of SBG or advisors (collectively, “Qualification for Exercise of Right”).
- b. Regardless of a. above, in case that the Right Holder loses his/her Qualification for Exercise of Right due to retirement at the convenience or for other reasons of SBG or its subsidiaries, he/she may exercise the Stock Acquisition Rights which he/she could exercise if he/she had not lost his/her Qualification for Exercise of Right only until the day on which one year from the loss of Qualification for Exercise of Right passes or the expiration of the Exercise Period, whichever is earlier, if SBG approves in writing,

with due consideration of various facts, him/her to exercise the Stock Acquisition Rights.

- c. Regardless of a. and b. above, in case that the Right Holder loses his/her Qualification for Exercise of Right (excluding the case of the Right Holder's death), he/she may exercise the Stock Acquisition Rights which he/she could exercise if he/she had not lost his/her Qualification for Exercise of Right if SBG approves in writing, with due consideration of various facts, him/her to exercise the Stock Acquisition Rights.
- d. Regardless of a. above, in case the Right Holder dies, heirs of the Right Holder may exercise the Stock Acquisition Rights which the Right Holder could exercise if he/she was alive, for one year following the death of the Right Holder or the expiration of the Exercise Period, whichever is earlier.
- e. Regardless of a. and d. above, in case the Right Holder dies, heirs of the Right Holder may exercise the Stock Acquisition Rights which the Right Holder could exercise if he/she was alive if SBG approves in writing, after due consideration of the facts.
- f. Except as specified in d. and e. above, it is not permitted to inherit the Stock Acquisition Rights. It is also not permitted to inherit the Stock Acquisition Rights again in case the heirs of the Right Holder die.
- g. In case, through the exercise of the Stock Acquisition Rights, the total number of issued shares of SBG exceeds the total number of authorized shares of SBG, or the total number of issued shares of common stock of SBG exceeds the total number of authorized shares of common stock of SBG, the Right Holder may not exercise the Stock Acquisition Rights.
- h. The Right Holder may not exercise the Stock Acquisition Rights yet to be exercised if he/she falls under any of sub-items (a) to (f).
 - (a) In case the Right Holder receives suspension or severer disciplinary punishment stipulated in the working regulations, when he/she is an employee (including corporate officer) of SBG or its subsidiaries
 - (b) In case the Right Holder falls under any reason of disqualification stipulated in Article 331, Paragraph 1 of the Companies Act, when he/she is a director of SBG or its subsidiaries
 - (c) In case the Right Holder, without due formality, carries out a transaction stipulated in Article 356, Paragraph 1, Item 1 of the Companies Act that competes with the interests of SBG or its subsidiaries, when he/she is a director of SBG or its subsidiaries
 - (d) In case the Right Holder, without due formality, carries out a transaction stipulated in Article 356, Paragraph 1, Item 2 or 3 of the Companies Act that

causes conflicts with the interests of SBG or its subsidiaries, when he/she is a director of SBG or its subsidiaries

(e) In case the Right Holder is sentenced to imprisonment or severer penalty

(f) In case the Right Holder carries out an act regarded as discreditable or disloyal to SBG or its subsidiaries or associates

(7) Conditions for acquisition of the Stock Acquisition Rights by SBG

a. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG, in case an agenda for approval of one of the following is approved at the General Meeting of Shareholders of SBG (or, if approval of the General Meeting of Shareholders is not required, is resolved at the Board of Directors of SBG):

- a merger agreement, under which SBG shall be defunct,
- an absorption-type company split agreement or an incorporation-type company split plan, under which SBG shall be split,
- a share exchange agreement or a share transfer plan, under which SBG shall be a wholly-owned subsidiary.

b. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG in case the Right Holder comes to be unable to exercise all or part of the Stock Acquisition Rights in accordance with (6) above.

c. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG in case the Right Holder renounces all or part of the Stock Acquisition Rights.

d. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG in case the General Meeting of Shareholders of SBG approves the acquisition of all of the class shares subject to wholly call in accordance with Article 171, Paragraph 1 of the Companies Act.

e. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG in case consolidation of shares regarding the class of shares to be issued upon exercise of the Stock Acquisition Rights (limited to those generating fractions less than one with the number obtained by multiplying the share unit number of said stock by the ratio of share consolidation) is approved at the General Meeting of Shareholders of SBG.

f. SBG may acquire the Stock Acquisition Rights without compensation at the arrival of the day prescribed by the Board of Directors of SBG in case request for sale of shares by a special controlling shareholder is approved by the Board of Directors of SBG.

(8) Treatment of the Stock Acquisition Rights upon reorganization

In case SBG conducts a merger (limited to the case where SBG is to be extinguished as a result of the merger), an absorption-type company split, an incorporation-type company split, a share exchange or a share transfer (hereafter collectively referred to as the "reorganization"), Stock Acquisition Rights of the companies listed in (a) to (e) of Article 236, Paragraph 1, Item 8, of the Companies Act (the "Reorganized Company") shall be delivered, in each of the above cases, to the Right Holder holding the Stock Acquisition Rights remaining at the effective time of the reorganization (the "Remaining Stock Acquisition Rights") according to the conditions a. – k. described below. In this case, Remaining Stock Acquisition Rights shall be extinguished. Provided, however, that the foregoing shall be on the condition that delivery of Stock Acquisition Rights of the Reorganized Company in accordance with the following conditions is stipulated in an absorption-type merger agreement, a consolidation-type merger agreement, an absorption-type company split agreement, an incorporation-type company split plan, a stock change agreement, or a stock transfer plan.

a. Number of Stock Acquisition Rights of the Reorganized Company to be delivered

The identical number of Stock Acquisition Rights to the number of the Remaining Stock Acquisition Rights held by the Right Holder shall be delivered respectively.

b. Class of shares of the Reorganized Company to be issued or transferred upon exercise of Stock Acquisition Rights

Shall be shares of common stock of the Reorganized Company.

c. Number of shares of the Reorganized Company to be issued or transferred upon exercise of Stock Acquisition Rights

Shall be determined in accordance with (1) above, based on the consideration of conditions for the reorganization and other factors.

d. Amount of assets to be contributed upon exercise of Stock Acquisition Rights

Shall be determined in accordance with (2) above, based on the consideration of conditions for the reorganization and other factors.

e. Period during which Stock Acquisition Rights are exercisable

Shall be from commencing date of the Exercise Period stipulated in (3) above, or the effective date of the reorganization, whichever is later, to expiry date of the Exercise Period stipulated in (3) above.

f. Conditions for the exercise of Stock Acquisition Rights

Shall be determined in accordance with conditions for the exercise of the Stock Acquisition Rights as stipulated in (6) above.

g. Matters concerning the capital and capital reserve to be increased when shares are

issued upon exercise of Stock Acquisition Rights

Shall be determined in accordance with (4) above.

h. Restriction on acquisition of Stock Acquisition Rights through transfer

Acquisition of Stock Acquisition Rights through transfer shall require the approval by the Reorganized Company.

i. Conditions for acquisition of Stock Acquisition Rights

Shall be determined in accordance with (7) above.

j. Treatment of Stock Acquisition Rights upon the reorganization

Shall be determined in accordance with (8).

k. In case the number of shares to be delivered to the holders who have exercised Stock Acquisition Rights includes any fraction less than one share, such fraction shall be rounded down.

(9) Handling of fraction less than one share to be delivered

In case the number of shares to be delivered to the Right Holders who have exercised the Stock Acquisition Rights includes any fraction less than one share, such fraction shall be rounded down.

(10) Matters concerning certificates of the Stock Acquisition Rights

Certificates of the Stock Acquisition Rights shall not be issued.

2. Total number of the Stock Acquisition Rights

54,000 units

3. Payment of cash in exchange for the Stock Acquisition Rights

Payment of cash is not required in exchange for the Stock Acquisition Rights.

4. Allotment date of the Stock Acquisition Rights

July 28, 2017

5. Due date for application

July 26, 2017

6. Persons to be allotted the Stock Acquisition Rights, the number of such persons, and the number of the Stock Acquisition Rights to be allotted

54,000 units to 1,500 directors, corporate officers, and employees of SBG and its subsidiaries.

The number of the persons stated above is the number expected when this press release is submitted and is subject to change. The number of the Stock Acquisition Rights stated

above is the number of upper limit for issuance and may decrease according to the number of applications and other factors.