



June 28, 2019

Company name: TATERU, Inc.
Representative: Daisaku Furuki, Representative Director/CEO
(Stock exchange code: 1435, TSE First Section)
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Notice Concerning Administrative Disposition Based on the Real Estate Brokerage Act

TATERU, Inc. (the “Company”) hereby announces that it has received a suspension order effective today from the Kanto Regional Development Bureau of the Ministry of Land, Infrastructure, Transport and Tourism based on the provisions of Article 65, Paragraph 2 of the Real Estate Brokerage Act.

The Company offers its sincerest apologies for the considerable concern caused to shareholders and all other parties affected by this incident. While promoting the recurrence prevention measures announced in December 2018 across the board, the Company takes this disposition to heart and will continue its efforts to restore confidence.

1. Reason for disposition

During the period ranging from July 2015 to July 2018, the actions of the General Manager of the Sales Division, Deputy General Manager and other personnel of the Company (31 in total) was found to fall under Article 65, Paragraph 2, Item 5 of the Real Estate Brokerage Act, resulting in the disposition. In concluding sales contracts directly or via intermediaries, financial institutions require vouchers to be submitted by buyers to show their funding status to approve loans via a loan screening process. The 31 persons of the Company manipulated the vouchers and made the buyers submit them to the financial institution to obtain loan approval for 336 residential land lots located in the prefectures Tokyo (13 cases), Chiba (23 cases), Saitama (23 cases), Kanagawa (6 cases), Aichi (88 cases), Kyoto (16 cases), Osaka (91 cases), Hyogo (46 cases), Fukuoka (23 cases) and Kumamoto (7 cases).

2. Contents of disposition

• Period:

For 7 days from July 12, 2019 to July 18, 2019

• Scope of operation suspended

All operations pursuant to the real estate brokerage business

3. Future outlook

An announcement will be made once the Company has determined the impact of this disposition on the Company’s consolidated financial results for the fiscal year ending December 31, 2019.

The Company does not disclose financial results forecasts for the current fiscal year, but plans to promptly disclose its financial results forecast as soon as it becomes possible to make a reasonable estimate.