



December 9, 2019

For immediate release

Company name: kaonavi, inc.
 Representative: Hiroki Yanagihashi
 Representative Director, President & CEO
 Code: 4435 (TSE Mothers)
 Inquiries: Kimitaka Hashimoto
 Director & CFO
 Tel: 03-5775-3823

Notice of Stock Split and Partial Amendment to Articles of Incorporation

kaonavi, inc. (the “Company”) announces that on December 9, 2019, its Board of Directors approved a stock split and partial amendment to the Articles of Incorporation.

1. Purpose of the stock split

The Company aims to further expand the investor base and boost the liquidity of the Company’s stock by lowering the amount per unit of investment of its common stock.

2. Outline of the stock split

(1) Method

With a record date of December 31, 2019, the Company’s common stock held by shareholders listed or recorded by the end of the day will be split at a ratio of two-for-one. As the record date falls on non-working day of the shareholder register administrator, the actual operational date will be December 30, 2019.

(2) Number of shares to be increased upon the stock split

① Total number of shares issued and outstanding before the stock split	5,430,500 shares
② Increase in number of shares resulting from the stock split	5,430,500 shares
③ Total number of shares issued and outstanding following the stock split	10,861,000 shares
④ Total number of authorized shares after the stock split	36,544,000 shares

(3) Schedule

① Date of public notice of the record date	December 12, 2019
② Record date	December 31, 2019
③ Effective date	January 1, 2020

(4) Other

There will be no change to the amount of capital as a result of the stock split.

3. Partial amendment to the Articles of Incorporation

(1) Reasons for the amendment

In accordance with the provisions of Article 184 (2) of the Companies Act, the Company will amend, on January 1, 2020, the total number of authorized shares set forth in Article 6 in the Company’s Articles of Incorporation.

(2) Details of the amendment

(Changes are underlined)

Before the amendment	After the amendment
(Total number of shares authorized to be issued) Article 6 : The total number of shares authorized to be issued by the Company shall be <u>18,272,000</u> shares.	(Total number of shares authorized to be issued) Article 6 : The total number of shares authorized to be issued by the Company shall be <u>36,544,000</u> shares.

(3) Schedule

Effective date of the amendment to the Articles of Incorporation : January 1, 2020

4. Adjustment of the exercise price pertaining to stock acquisition rights

Along with the stock split, the exercise price (the amount to be paid in per share when stock acquisition rights are exercised) will be adjusted as shown below starting January 1, 2020.

Issuance	Exercise price Before the adjustment	Exercise price After the adjustment
1 st Stock Acquisition Rights	¥5	¥2.5
2 nd Stock Acquisition Rights	¥90	¥45
3 rd Stock Acquisition Rights	¥180	¥90
4 th Stock Acquisition Rights	¥1,000	¥500
5 th Stock Acquisition Rights	¥1,100	¥550