

March 6, 2020

Company name: DIGITAL HEARTS HOLDINGS Co., Ltd.
 Name of representative: President and CEO Genichi Tamatsuka
 (Code number: 3676, First Section of the Tokyo Stock Exchange)
 Contact: Director and CFO Toshiya Tsukushi
 (TEL: +81-3-3373-0081)

Notice Regarding Completion of Early Redemption of First Unsecured Convertible Bonds with Equity Warrants through Third-Party Allotment

DIGITAL HEARTS HOLDINGS Co., Ltd. (hereinafter referred to as the “Company”) announces that it has completed the early redemption of the first series of unsecured convertible bonds with equity warrants (hereinafter referred to as the “Bonds”) today as indicated in the “Notice Regarding Early Redemption of First Unsecured Convertible Bonds with Equity Warrants through Third-Party Allotment” announced on February 21, 2020.

(1) Issue for early redemption	First series of unsecured convertible bonds with stock acquisition rights
(2) Day of early redemption	March 6, 2020
(3) Amount for early redemption	508,600,000 yen
(4) Amount for early redemption per bond	103.00 yen per face value of 100 yen
(5) Reason for early redemption	With an eye on the possibility of implementing a range of measures including M&A in China, the Company had issued the Bonds to secure flexible financing. Now, as business expansion in China has progressed steadily, the Company has decided to redeem the entire outstanding amount of the Bonds in advance, taking into account our financial position, interest rates in the market, recent share price trends, and other factors in a comprehensive manner.
(6) Conversion price	1,229.90 yen
(7) Effects on our performance	None

(Reference) Outline of the First series of unsecured convertible bonds with stock acquisition rights

(1) Date of issue	June 9, 2016
(2) Total amount of issue	1,017,200,000 yen
(3) Unredeemed amount	508,600,000 yen
(4) Redemption date at time of issue	June 7, 2021
(5) Interest rate	The Convertible Bonds bear no interest.
(6) Conversion price	1,229.90 yen