

[Translation]



August 15, 2017

Company Name: Prospect Co., Ltd.
Representative: President and CEO Curtis Freeze
(Security Code: 3528 TSE 2nd Section)
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Notice regarding Changes of Major Shareholder

Prospect Co., Ltd. (the “Company”) hereby announces that there was a change of its major shareholder as of July 27, 2017.

1. Background of the changes

The Company has confirmed the change of a major shareholder according to a Report of Possession of Large Volume submitted by the following shareholder to the director-general of Kanto Finance Bureau, dated August 10, 2017.

2. Outline of shareholder subject to change

① Name	Lazard Asset Management LLC
② Address	30 Rockefeller Plaza, New York NY, U.S.A.
③ Representative	CEO Ashish Bhutani
④ Business	Investment Management

3. Number of voting rights (shares) owned by the relevant major shareholder before and after the change and the ratio thereof

	Number of voting rights (number of shares)	Holding ratio against the aggregate voting rights
Before the change (as of March 31, 2017)	0 (0 shares)	0%
After the change	58,234 (58,234,443 shares)	14.78%

* “Holding ratio against the aggregate voting rights” is calculated based on the aggregate voting rights (393,889 votes) which are represented by the aggregated number of outstanding shares as of March 31, 2017 (172,556,807 shares) and shares issued thereafter upon exercise of stock options during July 2017 (10,000 shares) and in the issuance of new shares on July 27, 2017 (230,881,505 shares), with deduction of 9,559,307 shares which do not carry voting rights.

The above list was prepared based on the Report of Possession of Large Volume submitted by the relevant shareholder, and the Company has not confirmed any ownership of the shares held on its shareholders’ register. Therefore, the Company does not state the rank of the major shareholder.

4. Business outlook

There are no noteworthy matters arising from this change of the Company’s major shareholder.