



May 15, 2019

Company Name: Prospect Co., Ltd.

Representative: President and CEO Masato Tabata

(Security Code: 3528 TSE 2<sup>nd</sup> Section)

Contact: Chief of General Affairs Jiro Taketani

(TEL: 03-3470-8411)

## **Notice Concerning Accrual of Extraordinary Profit, etc.**

The Company will record extraordinary profit, etc., during the consolidated first quarter financial period for the year ending March 31, 2020 and we hereby notify you as follows.

### **Note**

#### **1. Details of Extraordinary Profit, etc.**

Regarding unpaid amount of bonus for officers. Mr. Curtis Freeze, (then: President and CEO, current: Director & CIO), which was determined in the year ended March 31, 2019, Mr. Freeze offered to return to the Company an amount equal to 10% of the unpaid bonus for officers based on the decline in price of the Company since November 2018.

Based on the above offer, extraordinary profit of ¥56.4 million will be recorded in the first quarter in the year ending March 31, 2020.

Mr. Masato Tabata, (then: Representative Director, Managing Executive Officer, current: President and CEO) offered to return the amount equal to 10% of the bonus for officers received for the same purpose as the above. An extraordinary profit of ¥7.7 million will be recorded in the same financial period.

#### **2. Impact on Business Results**

Impact on consolidated business results by the above accounting is now under scrutiny and if there is any matter to be notified, we will promptly disclose such matters.