

[Translation]

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Company Name: Prospect Co., Ltd.

Representative: President and CEO Masato Tabata

(Security Code: 3528 TSE 2nd Section)

Contact: Chief of General Affairs Jiro Taketani

(TEL: +81-03-3470-8411)

**Notice regarding MOU on business alliance in renewable energy business with
SBI Holdings and RS Asset Management Co., Ltd.**

Prospect Co., Ltd. (the "Company") would like to inform you that the Company has signed a MOU with SBI Holdings, Inc. (Headquarters: Minato-ku, Tokyo, President: Yoshitaka Kitao, hereinafter "SBI Holdings") and RS Asset Management Co., Ltd. (Headquarters: Minato-ku, Tokyo, President: Yuichi Takamura, hereinafter "RS Asset Management") to form a business alliance in the renewable energy business.

The three parties will hold specific discussions toward the conclusion of the final agreement with details of the business alliance.

Note

1. Reason for signing the MOU on business alliance

Along with the worldwide acceleration of renewable energy implementation to reduce environmental impacts, the introduction of natural energy which makes effective use of local resources is gaining attention as an important factor for the next generation in Japan.

Under such circumstances, the Company engages in electricity sales from solar power generation and development of mega solar power plants in Japan, and its sales revenue is increasing steadily. The Company also engages in wood pellets manufacturing in Russia, a biomass power generation related business, and has leading-edge knowledge and abundant know-how in the field of renewable energy business.

The Company's current main businesses are the real estate and renewable energy business. However, the Company foresees the renewable energy business as a growth driver, and it is set as the Company's core business in the medium-term management plan formulated in March this year.

In addition, SBI Holdings is a holding company of SBI Group, one of Japan's leading financial groups. The SBI Group as a whole, including business of SBI Energy, which operates in farming type solar power generation (solar sharing), small hydropower and small wind power, contributes to the realization of a sustainable society by revitalizing the local economy, preserving the environment and improving the energy self-sufficiency rate. RS Asset Management is a company that invests in renewable energy funds such as solar power equipment.

The Company, SBI Holdings and RS Asset Management have decided that the three parties together can further promote their businesses by utilizing their unique knowledge and know-how related to the renewable energy business, and have reached the MOU agreement.

This MOU is based on the premise that the renewable energy business will be maintained as core business in the current business policy of the Company (including the above-mentioned medium-term management plan). Therefore, the business alliance related to renewable energy business based on this MOU is subject to approval as originally proposed agenda items proposed by the Company's Board of Directors at the 119th Annual General Meeting of Shareholders scheduled to be held on June 30, this year.

2. Contents of the MOU regarding the business alliance

The Company, SBI Holdings and RS Asset Management are aiming to further promote their businesses by utilizing each other's unique knowledge and know-how related to renewable energy business. The three parties have agreed to cooperate with each other in good faith so that the final agreement, which details the matters regarding cooperation in business and the matters that all parties separately agree on, will be concluded by June 30, this year.

3. Overview of the other parties

【Overview of SBI Holdings】

Corporate name:	SBI Holdings Co., Ltd.
Established:	July 1999
Head office:	1-6-1, Roppongi, Minato-ku, Tokyo
Capital:	92,018 million yen
Representative:	Yoshitaka Kitao, President and CEO
Business:	Management and management of corporate groups through holding shares, etc.

【Overview of RS Asset Management】

Corporate name: RS Asset Management
Established: March 2013
Head office: 5-4-7 Akasaka, Minato-ku, Tokyo THE HEXAGON 9th floor
Capital: 50 million yen
Representative: Yuichi Takamura, President and Representative Director
Business: Arrangement, investment business for renewable energy funds such as solar power equipment, and related operations

4. Alliance schedule

As stated at the above 2., the Company has agreed to cooperate with each other in good faith so that the final contract that defines the details of the business alliance will be concluded by June 30, this year.

5. Future outlook

This MOU is a starting point for implementing the Company's medium-term management plan. The specific outlook will be reviewed and discussed at the conclusion of the final agreement.

End