



[Translation]

January 24, 2020

Company Name: Prospect Co., Ltd.

Representative: President and CEO Masato Tabata

(Security Code: 3528 TSE 2nd Section)

Notice regarding delivery of General Meeting of Shareholders convocation request

On November 1, 2019, Prospect Co., Ltd. (the "Company") received a letter from Shinwa Kogyo Co., Ltd. and Hiroshi Nishimura (the "Shareholders"), major shareholders of the Company, requesting the convocation of an Extraordinary General Meeting of Shareholders. Today, the Company informs you that the Tokyo District Court has received a petition for permission to convene the Company's General Meeting of Shareholders ("the Request") from the Shareholders.

The purpose of the Request is as follows: (1) partial amendments to the articles of incorporation pertaining to the number of Directors (excluding directors who are Audit and Supervisory Committee members) and Directors who are Audit and Supervisory Committee members, (2) the appointment of six Directors (excluding directors who are Audit and Supervisory Committee members), (3) a request for a court decision to permit the Shareholders to convene a General Meeting of Shareholders for the purpose of resolving the appointment of six Directors who are Audit and Supervisory Committee members.

Regarding the request by the Shareholders to convene an Extraordinary General Meeting of Shareholders, although the Company has announced on November 6, 2019, "Notice Regarding a Shareholder Request for Convocation of an Extraordinary General Meeting of Shareholders", the Company has doubts regarding the legality of the proposals for the Extraordinary General Meeting of Shareholders. Therefore, repeated discussions were held with the Shareholders. However, the Company was not able to obtain a sufficient response from the Shareholders and has received a written petition pertaining to the Request.

The Company will promptly disclose any events relating to the Request in the future.

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