

October 31, 2014

To all concerned,

Company Name: transcosmos, Inc.
Representative: President and COO, Masataka Okuda
(Code No.9715, Tokyo Stock Exchange, 1st Section)
Inquiries: Hitoshi Honda, Executive Managing
Director, CFO
Contact: +81-3-4363-1111 (Representative)

Announcement regarding Merger of Consolidated Subsidiaries (Short Form Merger)

This is to inform you as follows that a meeting of the board of directors held on October 31, 2014, where it was resolved that our company will merge with its consolidated subsidiary transcosmos CRM Okinawa Inc. (hereinafter referred to as "CRM Okinawa.").

It should be noted that since this merger is a short form merger targeting a 100% subsidiary, this disclosure is made with the omission of some disclosure subjects and details.

Record

1. Purpose of the merger

It was decided to merge with our consolidated subsidiary CRM Okinawa in order to enhance the flexibility of our response and operational efficiency for the diversification and aggregation of services as we promote further expansion and development of our group's business in the Okinawa area.

2. Summary of the merger

(1) Schedule of the merger

Merger resolution of the Board of Directors	October 31, 2014
Conclusion of merger agreement	October 31, 2014
Shareholders meeting to approve merger agreement (CRM Okinawa)	October 31, 2014
Effective date of merger	April 1, 2014 (schedule)

Note: Because this merger is a short form merger based on the provisions of Article 796, Paragraph 3 of the Companies Act, our company will not hold a shareholders meeting to approve the merger agreement.

(2) Method of merger

This is an absorption-type merger wherein our company will be the surviving company and CRM Okinawa will be dissolved.

(3) Details of allocation relating to merger

There is no allocation of shares or other financial considerations based on this merger.

(4) There are no applicable items relating to stock acquisition rights and convertible bonds for the absorbed company.

3. Overview of the Merging Companies (as of March 31, 2014)

	Surviving Company	Absorbed Company
(1) Registered Name	transcosmos inc.	transcosmos CRM Okinawa Inc.
(2) Address	3-25-18, Shibuya, Shibuya-ku, Tokyo	Okinawa City Telework Center 1-32-7 Chuo, Okinawa City, Okinawa
(3) Name & title of representative	President & COO Masataka Okuda	President: Kenshi Matsubara
(4) Business Service	Business Process Outsourcing	Contact Center Management
(5) Capital	29,065 million yen	100 million yen
(6) Date of incorporation	June 18, 1985	June 14, 2003
(7) Shares issued	48,794,046	9,800

(8)	Accounting period	The end of March	The end of March
(9)	Principal stockholders and Ratio of shares	Koki Okuda 15.37% Masataka Okuda 12.11% Okuda Ikuueikai, Foundation 3.59% Japan Trustee Services Bank, Ltd. (Account in Trust) 3.34% Mihoko Hirai 3.00%	transcosmos inc. 100%
(10)	Operating results and financial condition for the previous fiscal year		
	Accounting period	Consolidated Performance for the Period Ending March 2015	Non-Consolidated Performance for the Period Ending March 2015
	Net assets	60,809 million yen	1,709 million yen
	Total assets	92,173 million yen	3,529 million yen
	Net assets per share	1,394 yen 09 sen	174,472 yen 71 sen
	Net sales	186,503 million yen	7,141 million yen
	Operating income	9,541 million yen	119 million yen
	Ordinary income	10,082 million yen	133 million yen
	Net income	6,289 million yen	89 million yen
	Current earnings per share	152 yen 87 sen	9,162 yen 43 sen

4. Situation after the merger

There is no change to our company name, location, name and title of representative, business content, stock capitalization or accounting period due to this merger.

5. Future prospects

Since this merger is a merger with a 100% owned consolidated subsidiary, the impact on consolidated results will be minor.

The End