

June 25, 2018

To all concerned,

Company Name: transcocosmos, Inc.
Representative: President and COO, Masataka Okuda
(Code No.9715, Tokyo Stock Exchange, 1st Section)
Inquires: Hitoshi Honda, Corporate Officer,
Accounting and Finance Division Chief
Contact: +81-3-4363-1111 (Representative)

Announcement Regarding Signing of the Stock Transfer Agreement for the Affiliated Company Accounted for by the Equity Method

At the board of directors meeting held on June 25, 2018, our company passed a resolution to transfer to 青島浩基資產管理有限公司 (hereafter, "青島浩基") a portion of the shares of Beijing Tensyn Digital Marketing Technology Joint Stock Company (hereafter, "TensynPRC"), which is an affiliate of our company accounted for using the equity method that is held by our subsidiary Transcosmos Investment Consulting (Beijing) Co., Ltd. (hereafter, "DM Beijing"). With the signing of a stock transfer agreement (hereafter, "this Stock Transfer Agreement") the transfer is to become effective upon satisfying the following conditions, and the agreement with 青島浩基 was signed by our company on the same day.

Record

1. Overview of the Stock Transfer Agreement

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| (1) • Name of the party on this agreement | 青島浩基資產管理有限公司 |
| • Number of stocks to be transferred | 57,600,000shares (15% of the total outstanding shares of TensynPRC) |
| • Transfer price | 469 million Chinese yuan (CNY) |
| • Date transfer agreement was signed | June 25, 2018 |

(2) Effective conditions for this Stock Transfer Agreement

- Obtaining permission from related Chinese agencies concerned with this Stock Transfer Agreement after signing of the agreement

2. Reasons for stock transfer

As a result of consultations with 青島浩基 to become a buyer candidate, we recently reached an agreement with 青島浩基 for the transfer of a portion of the TensynPRC stock held by DM Beijing, since we believe that they can make a significant contribution to the restructuring of the company's business as a new strategic partner of TensynPRC.

(Reference) Breakdown of annual dividend

3. About the progress of disclosures as of September 14, 2017

Our company declared in the "Announcement Regarding the Default of a Stock Transfer Agreement for an Equity Method Held Affiliated Company" dated September 14, 2017 that a default occurred with respect to the stock transfer agreement (hereafter, "Existing Stock Transfer Agreement") concluded with Beijing Xiāng Jiāng Cultural Investment Center (Limited Partnership) (hereafter, "Beijing Xiāng Jiāng") for 9.5% of the outstanding shares of TensynPRC held by DM Beijing. In keeping with the Existing Stock Transfer Agreement, we will continue to take appropriate measures with respect to Beijing Xiāng Jiāng.

4. Future prospects

We expect a profit on the sale of affiliated company shares to be generated as an extraordinary gain in this stock transfer, but the effective timing of the agreement and the amount of financial impact at the time the transfer is completed are currently undetermined. We will promptly issue a notice when further information becomes available.

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