



June 25, 2019

Company name: TATERU, Inc.  
 Representative: Daisaku Furuki, Representative Director/CEO  
 (Stock exchange code: 1435, TSE First Section)  
 Contact: Yusuke Takasugi,  
 Director, Executive Officer/CFO  
 (Phone: +81-3-6447-0651)

Notice Concerning Expected Occurrence of Extraordinary Loss (Sale of Affiliated Company Shares)

TATERU, Inc. (the “Company”) hereby announce that at the meeting of the Board of Directors held today, it has resolved to transfer the shares of TRASTA Co., Ltd. (hereinafter, “TRASTA”), an equity-method affiliate of the Company. As a result of this transfer, TRASTA has been excluded from the Company’s equity-method affiliates and an extraordinary loss is expected to occur as follows.

1. Reason for the transfer of shares

To strengthen financial position and improve asset efficiency.

2. Outline of the equity-method affiliate to be transferred

(1)	Name	TRASTA Co., Ltd.	
(2)	Head office	3-14-5, Sendagaya, Shibuya-ku, Tokyo	
(3)	Representative	Takao Kiji, Representative Director	
(4)	Business	TRAVEL Tech business, System development business, Smart Hotel/Smart Hostel planning and management business	
(5)	Capital	432 million yen	
(6)	Established	June 6, 2005	
(7)	Major shareholders and shareholding ratios	KJ Investment Inc. (51.9%) TATERU, Inc. (43.3%)	
(8)	Relationship between listed company and this company	Capital	Equity-method affiliate of the Company
		Personnel	None of particular note
		Trade	None of particular note

\* The name of the share transferee as well as some of items in the outline has not been disclosed due to the share transferee’s request. Meanwhile, there are no capital, personnel, trade relationships, nor other matters to be reported between the Company and the share transferee.

Outline of the share transfer

(1)	Number of shares owned before change	3,283 shares (43.3%)	
(2)	Number of shares transferred	3,283 shares (43.3%)	
(3)	Transfer value	400 million yen	
(4)	Number of shares owned after change	0 shares ( - %)	
(5)	Schedule	Conclusion date of share transfer agreement June 25, 2019	
		Share transfer execution date	June 28, 2019 (Scheduled)

### 3. Future outlook

Due to the transfer of shares, an extraordinary loss of approximately 300 million yen is expected to occur in the non-consolidated financial statement, but the exact amount to be recorded on the consolidated financial statement is currently under examination. An announcement will be made once the Company has determined its impact on the consolidated financial results for the fiscal year ending December 31, 2019.

The Company does not disclose financial results forecasts for the current fiscal year, but plans to promptly disclose its financial results forecast as soon as it becomes possible to make a reasonable estimate.