



December 28, 2017

J-STAR Co., Ltd.
Gregory Hara
President & Representative Director

Announcement of Share Transfer of Aisei Pharmacy Co., Ltd.

This statement is to announce that our wholly managed and operated investment fund, J-STAR No. 2 Investment Limited Partnership (the "Fund") has transferred all shares of Aisei Pharmacy Co., Ltd. ("Aisei") that the fund held to Aisei Holding Co., Ltd.

Aisei Pharmacy Co., Ltd has headquarters in Chiyoda Ku Tokyo which company representative is Ms. Emi Fujii (URL: <https://www.aisei.co.jp> "Aisei"). The existing management team of Aisei owns all the shares of Aisei Holding Co., Ltd.

Aisei Pharmacy Co., Ltd. is a pioneer in the development of a pharmacy store in the medical mall. Aisei operates 342 pharmacy stores in the high-density metropolitan area of Tokyo, Nagoya, and Osaka.

The management of Aisei and we agreed that it is important for Aisei to focus its management resources on strengthening medical mall development skills and manage pharmacist more efficiently, for Aisei to deal with the government policy, aiming to restrain healthcare budget. To achieve such goal, improve capabilities and know-how is necessary. Hence, we believe the management buyout is the best way to maintain the management/employee and expedite their active involvement.

For us to enter into the share transfer agreement for this sales transaction, we enlisted TMI Associates as a legal advisor.

J-STAR Co., Ltd. (www.j-star.co.jp)

Founded in 2006 as an independent firm, J-STAR is involved in private equity investments and investment support, targeting at corporate value enhancement via acquiring management rights. J-STAR has the following three standards for investment: (1) a superior management team and staff, (2) ample potential for increasing added value through the contributions of fund managers and (3) a uniqueness / superiority of market status and business models. Following these standards, it focuses

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on companies with a corporate value ranging from 3 billion yen to 10 billion yen. Since its founding, J-STAR invested and/or provided business supports in more than 44 transactions in various industries such as consumer durables, services, healthcare, media and manufacturing.