

Company Name: **Leopalace21 Corporation**  
Representative: Bunya Miyao, President and CEO  
Code Number: 8848 (Tokyo Stock Exchange, First Section)  
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**Notice Concerning Partial Correction on Issuance of New Shares through Third Party Allotment and Issuance of the 5<sup>th</sup> Series Stock Acquisition Rights in connection with the Loan with Stock Acquisition Rights through Third Party Allotment, Issuance of Preferred Stock by Consolidated Subsidiary, and Expected Changes in Major Shareholders and the Largest Shareholder among the Major Shareholders**

Leopalace 21 Corporation (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the “Company”) announces that the partial correction is required on the “Notice Concerning Issuance of New Shares through Third Party Allotment and Issuance of the 5th Series Stock Acquisition Rights in connection with the Loan with Stock Acquisition Rights through Third Party Allotment, Issuance of Preferred Stock by Consolidated Subsidiary, and Expected Changes in Major Shareholders and the Largest Shareholder among the Major Shareholders” (hereinafter, “Notice Concerning Issuance of New Shares through Third Party Allotment and Related Matters”) which the Company released on September 30 in Japanese and on October 1 in English.

1. Reason for correction

There will be a change in other associated company in addition to the major shareholders and the largest shareholder among the major shareholders in the release of Notice Concerning Issuance of New Shares through Third Party Allotment and Related Matters.

The Company shows the corrected parts of the release with underline as follows.

2. Details of the partial correction

(Before Correction)

“Notice Concerning Issuance of New Shares through Third Party Allotment and Issuance of the 5th Series Stock Acquisition Rights in connection with the Loan with Stock Acquisition Rights through Third Party Allotment, Issuance of Preferred Stock by Consolidated Subsidiary, and Expected Changes in Major Shareholders and the Largest Shareholder among the Major Shareholders”

(After Correction)

“Notice Concerning Issuance of New Shares through Third Party Allotment and Issuance of the 5th Series Stock Acquisition Rights in connection with the Loan with Stock Acquisition Rights through Third Party Allotment, Issuance of Preferred Stock by Consolidated Subsidiary, and Expected Changes in Major Shareholders, the Largest Shareholder among the Major Shareholders, and other associated company”

(Before Correction)

Leopalace 21 Corporation (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the “Company”) announces that, at its Board of Directors’ Meeting held on September 30, 2020, the Company resolved (1) (i) an issuance of new shares of the Company (“New Shares”) through third party allotment (“Issuance of New Shares”) and (ii) an issuance of the 5th series of stock acquisition rights (“Stock Acquisition Rights”) in connection with the loan with stock acquisition rights (“Loan”) through third party allotment (“Issuance of Stock Acquisition Rights”) (collectively, “Third Party Allotment”), and (2) an issuance of the Class A Preferred Stock by Leopalace Power Corporation, a wholly-owned subsidiary of the Company (such Class A Preferred Stock and the issuance thereof shall be hereinafter referred to as “Preferred Stock” and “Issuance of Preferred

Stock”, respectively) as follows.

The Company also announces that, in conjunction with the Third Party Allotment, changes in major shareholders of the Company and the largest shareholder among the major shareholders of the Company are expected.

(After Correction)

Leopalace 21 Corporation (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the “Company”) announces that, at its Board of Directors’ Meeting held on September 30, 2020, the Company resolved (1) (i) an issuance of new shares of the Company (“New Shares”) through third party allotment (“Issuance of New Shares”) and (ii) an issuance of the 5th series of stock acquisition rights (“Stock Acquisition Rights”) in connection with the loan with stock acquisition rights (“Loan”) through third party allotment (“Issuance of Stock Acquisition Rights”) (collectively, “Third Party Allotment”), and (2) an issuance of the Class A Preferred Stock by Leopalace Power Corporation, a wholly-owned subsidiary of the Company (such Class A Preferred Stock and the issuance thereof shall be hereinafter referred to as “Preferred Stock” and “Issuance of Preferred Stock”, respectively) as follows.

The Company also announces that, in conjunction with the Third Party Allotment, changes in major shareholders of the Company, the largest shareholder among the major shareholders of the Company and other associated company of the Company are expected.

(Before Correction)

### III. Expected Changes in Major Shareholders and the Largest Shareholder among the Major Shareholders

#### 1. Date of Change

November 2, 2020 (scheduled)

#### 2. Background to Change

As a result of the Issuance of the New Shares through the Third Party Allotment (the date of payment will be November 2, 2020), it is expected that there will be a change in the Company’s major shareholders and the largest shareholder among the major shareholders.

#### 3. Outline of shareholders to be changed

##### (1) Shareholder who ceases to be the largest shareholder among the major shareholders

Name	Ardisia Investment, Inc
Address	7-13-6, Ginza, Chuo-ku, Tokyo
Name and title of representative	Takuya Yamazaki, Representative Director
Business activities	Investment management business, investment advisory and agency business, etc.
Total amount of investment	10 million yen

##### (2) Shareholder who will be the largest shareholder among the major shareholders

Name	Chidori Godo Kaisha
Address	C/o EP Consulting Service, 1-2-9 Nishi-Shinbashi, Minato-ku, Tokyo
Name and title of representative	Managing Member, Chidori General Incorporated Association Masayuki Meguro, Representative Director
Business activities	(1) Acquisition, holding, administration and disposal of monetary receivables, securities (including deemed securities), shares, equity interests of various entities, specified interests under the Act on the Securitization of Assets and other investment assets; (2) Acquisition, holding, leasing, administration and disposal of real properties; (3) Acquisition, holding, administration and disposal of trust beneficial

	interests; (4) Operation, management and administration of assets of investment business partnership, the purpose of which is to engage in any of the businesses described in item (1) through (3); and (5) All businesses associated with the preceding items
Paid-in capital	0.1 million yen (as of September 23, 2020)

(After Correction)

III. Expected Changes in Major Shareholders, the Largest Shareholder among the Major Shareholders and Other Associated Companies

1. Date of Change

November 2, 2020 (scheduled)

2. Background to Change

As a result of the Issuance of the New Shares through the Third Party Allotment (the date of payment will be November 2, 2020), it is expected that there will be a change in the Company's major shareholders, the largest shareholder among the major shareholders and other associated companies.

3. Outline of shareholders to be changed

(1) Shareholder who ceases to be the largest shareholder among the major shareholders

Name	Ardisia Investment, Inc
Address	7-13-6, Ginza, Chuo-ku, Tokyo
Name and title of representative	Takuya Yamazaki, Representative Director
Business activities	Investment management business, investment advisory and agency business, etc.
Total amount of investment	10 million yen

(2) Shareholder who will be the major shareholder, the largest shareholder among the major shareholders and other associated company

Name	Chidori Godo Kaisha
Address	C/o EP Consulting Service, 1-2-9 Nishi-Shinbashi, Minato-ku, Tokyo
Name and title of representative	Managing Member, Chidori General Incorporated Association Masayuki Meguro, Representative Director
Business activities	(1) Acquisition, holding, administration and disposal of monetary receivables, securities (including deemed securities), shares, equity interests of various entities, specified interests under the Act on the Securitization of Assets and other investment assets; (2) Acquisition, holding, leasing, administration and disposal of real properties; (3) Acquisition, holding, administration and disposal of trust beneficial interests; (4) Operation, management and administration of assets of investment business partnership, the purpose of which is to engage in any of the businesses described in item (1) through (3); and (5) All businesses associated with the preceding items
Paid-in capital	0.1 million yen (as of September 23, 2020)

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