

June 29, 2009

Yoshiteru Kitamura  
President and CEO  
Leopalace21 Corporation  
2-54-11 Honcho, Nakano-ku, Tokyo

## **Notice of Resolutions at the 36<sup>th</sup> Annual General Shareholders' Meeting**

Dear Shareholders,

It is our pleasure to inform you of the reports presented and resolutions reached at the 36<sup>th</sup> Annual General Shareholders' Meeting of Leopalace21 Corporation ("the Company").

### Details

#### Reported Matters

1. Reports of business operations, consolidated financial statements, and reports on the results of the audits of consolidated financial statements conducted by external auditors and the Company audit committee for the 36<sup>th</sup> fiscal period of the Company (April 1, 2008 to March 31, 2009).
2. Report on the financial statements for the 36<sup>th</sup> fiscal period of the Company (April 1, 2008 to March 31, 2009)

#### Resolved Matters

1. Modification of Articles of Incorporation

This matter was approved as proposed.

2. Election of Ten Directors

This matter was approved as proposed. Yoshiteru Kitagawa, Eisei Miyama, Tadahiro Miyama, Hiroyuki Miyata, Yoshikazu Miike, Kou Kimura, Yousuke Kitagawa, Satoshi Abe, Hiroshi Takeda, and Naomichi Mochida were selected and approved as Company directors.

3. Election of One Corporate Auditor

This matter was approved as proposed. Shinya Watanabe was newly selected and approved as a Company standing auditor.

4. Elimination of Retirement Benefit Plan and Final Benefit Payment to Directors

This matter was approved as proposed. The ten directors approved at the General Shareholders' Meeting will receive a final payment within the scope of standards determined by the Company in connection with the termination of a retirement benefit plan for Company directors. Specific amounts and payment methods will be left to the discretion of the Company's Board of Directors.

5. Retirement Benefit Paid to Retiring Standing Auditor with the Appreciation of the Company

This matter was approved as proposed. Retiring corporate auditor Yoshitaka Kouda will be paid retirement benefits within the scope of standards determined by the Company, with the appreciation of the Company for services rendered. Specific details as to amount, timing, and payment methods will be left to negotiations with the corporate auditor.

6. Approval of the Issuance of Stock Options to Directors

This matter was approved as proposed. Stock-based compensation stock options will be allocated to directors up to a maximum of 150 million yen annually. The total number of stock options is subject to a maximum of 250,000 shares.

7. Approval of the Issuance of Stock Options to Employees

This matter was approved as proposed. The Company Board of Directors has been commissioned to determine matters related to the subscription of stock purchase warrants as stock options to be issued to Company employees gratis, up to a maximum of 74,000 common shares.

End

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At a Board of Directors Meeting held subsequent to the conclusion of this General Shareholders' Meeting, the following individuals were elected as representative director and executive directors, each assuming their respective offices.

President and CEO                      Yoshiteru Kitagawa

Senior Executive Director              Eisei Miyama

Executive Director                      Tadahiro Miyama

Subsequent to the conclusion of the General Shareholders' Meeting, Yoshinori Uehara and Shinya Watanabe were elected as standing corporate auditors, each assuming their respective offices.