

June 12th, 2020

To Shareholders of KYOKUTO BOEKI KAISHA, LTD.,
(TSE Code: 8093)

Strategic Capital, Inc.
Tsuyoshi Maruki, President & CEO

**Re: The Execution of Voting Form at the Shareholder's Meeting and
Introduction of our Special Website**

Strategic Capital, Inc. (hereinafter referred to as "Strategic Capital") is under the discretionary investment contract with INTERTRUST TRUSTEES (CAYMAN) LIMITED SOLELY IN ITS CAPACITY AS TRUSTEE OF JAPAN-UP (hereinafter referred to as the "Fund"). The Fund and Strategic Capital notified KYOKUTO BOEKI KAISHA, LTD. (hereinafter referred to as "KYOKUTO") of its execution of the shareholders' right to propose at the shareholders meeting to be held in June 26th, 2020. The purposes of the proposal are followings:

- ◆ Disclosure of WACC and its basis of calculation it for more effective dialogues
- ◆ Dissolution of shares it holds without rational purposes

We expect you have received the notice to call the above mentioned shareholder meeting with the reference documents and the voting form from KYOKUTO. You can see shareholder's proposal of the Fund (Bill No.3 and No. 4) in the reference documents. Since we believe that it would improve shareholder's value, your precious support in favor of our proposals would be greatly appreciated.

Thank you very much for your time. We look forward to your participation at the upcoming shareholder meeting.

Please find further details of our proposals [here](#).



We will be running an Ad in the Nikkei newspaper

(View copy in English [here](#))



Contact Info. : 81-3-6433-5267

info@stracap.jp

Attn.: Kato