

January 26, 2018

Company: BroadBand Tower, Inc.

Representative: Hiroshi Fujiwara, President,
Chairman of the Board of Directors and CEO

(Company Code: 3776)

Contact person: Mieko Nakagawa, Executive Director
& Member of the Board, Legal & Accounting Group

(Tel: +81-3-5202-4800 (Main switchboard))

Notice regarding the Transfer of Non-current Assets

BroadBand Tower, Inc. (the "Company") hereby announces that it has resolved at the Board of Director's meeting held on January 26, 2018 that the Company will transfer its non-current assets.

1. Purpose of the Transfer

Amid demand in the spread and expansion of renewable energies and the reduction of environmental load, the Company established a solar power plant in Nikko Hosoomachi and has conducted its smart energy business in order to develop and operate a new Information and Communications Technology (ICT) platform with real-time energy sensing.

The Company has gathered necessary information for the development and operation of the ICT platform relating to the Internet of Things (IoT) business that the Company's group conducts from multiple solar power plants; however, since it became possible for the Company to proceed with such development and operation of an ICT platform without owning multiple solar power facilities, the Company will transfer its solar power plant asset in Nikko Hosoomachi.

The Company is pursuing selection and concentration of business such as growth in areas of IoT, big data and Artificial Intelligence (AI), which the Company has positioned as its areas of growth, and strengthening of its existing businesses such as data center business, thus carrying out such transfer of assets.

2. Information of the Transfer of Assets

Name and location of asset	Transfer price	Book value	Gains from the transfer	Current status
Best Mix Energy Nikko Hosoomachi (Nikko-shi, Tochigi)	JPY 670 million	JPY 650 million	JPY 20 million	Owned by the Company

The prices in the table above are prices as of the date of the contract (January 31, 2018) and they are subject to change as the final transfer price will be settled upon completion of all the procedures (upon completion of delivery of the property).

3. Summary of the Transferee

(1) Name	Estec Solar G.K.	
(2) Location	1-1 Hitotsubashi 2-chome, Chiyoda-ku, Tokyo	
(3) Title and name of the representative	Kazuhiro Nakata, Representative Director	
(4) Description of business	<ul style="list-style-type: none"> • Development, construction, operation and management of solar power plants • Supply of electricity from renewable energies • Leasing, buying and selling, development and maintenance of real estate • Designing, implementation, management and maintenance of construction, civil engineering and electricity works • Shareholding • Other associated or related services 	
(5) Capital	JPY 5 million	
(6) Date of establishment	December 7, 2017	
(7) Net assets	JPY 5 million	
(8) Total assets	JPY 5 million	
(9) Major shareholder and shareholding ratio	Estec Solutions, Inc. 100%	
(10) Relationship of the company with listed companies	Capital relationship	None
	Personal relationship	None
	Business relationship	None
	Status of the company as a related party	None

4. Schedule of the Transfer

(1) Date of resolution of the Board of Directors	January 26, 2018
(2) Date of contract	January 31, 2018 (scheduled)
(3) Date of delivery of the property	May 24, 2018 (scheduled)

5. Outlook

The effect that this transfer of assets may have on the Company's operating results for the current consolidated fiscal year with respect to the transfer price, gains/losses from the transfer, etc. will be determined on the date of delivery of the property. If the Company expects material effect on its operating results in the future, the Company will make a separate announcement.

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