

Notification of Conclusion of Official Agreement to Provide Financial Support Regarding Customers' Assets

Tech Bureau Corp.

October 10, 2018

Tech Bureau Corp. would like to report on requests for financial support regarding customers' assets and the state of contractual conclusion in the wake of the hacking incident that arose in the Company's cryptocurrency exchange, Zaif.

1. Conclusion of Business Transfer Agreement (Official Agreement)

Tech Bureau concluded a business transfer agreement (Official Agreement) with Fisco Cryptocurrency Exchange Inc. to transfer the business of cryptocurrency exchange Zaif to Fisco Cryptocurrency Exchange.

2. The Reason Why Customers' Assets will be Protected by the Business Transfer

Under the Official Agreement, Fisco Cryptocurrency Exchange shall assume customers' rights with Tech Bureau in regard to seeking a return of deposited cryptocurrency and the remaining cryptocurrency that was not lost.

* Compensation for some Monacoin will be made in Japanese yen.

* Agreements with customers that do not agree with the business succession will remain with Tech Bureau Corp.

3. Why Changes Arose in the Scheme

On September 20, 2018, Tech Bureau reported that it had reached a basic agreement involving consideration to provide "financial support of ¥5 billion yen, enter a capital alliance enabling acquisition of a majority of the Company's shares and allow for a majority of directors and the dispatch of an auditor." However, the ultimate agreement was to pursue the business transfer method from the viewpoint of avoiding risk for those supporting and due to the requirement to implement a decision rapidly to protect customers.

4. Scheduling Going Forward

Following conclusion of the Official Agreement, Tech Bureau will move ahead with the legally stipulated procedures. The schedule is as follows.

General Meeting of Shareholders: November 19, 2018

Date of business transfer: November 22, 2018

5. Details of Compensation to Customers, Transactions Going Forward

Bitcoin and Bitcoin cash

For bitcoin and bitcoin cash, cryptocurrency services including transactions, buying and selling through simple transactions and savings shall continue as normal from this day onward.

Moreover, deposit and withdrawal services are scheduled to resume after operations have been assumed by Fisco Cryptocurrency, with the specific resumption date to be announced at a later date.

Monacoin

1) Compensation method (payment in Japanese yen)

For customers that had owned Monacoin, compensation will be made in Japanese yen to the equivalent value of cryptocurrency that had been possessed.

Compensation will be paid at a rate of ¥144.548/Monacoin.

2) Cessation of transactions

Monacoin transactions at Zaif cryptocurrency exchange will cease completely as of 5 p.m. on October 10, 2018.

3) Schedule going forward

Public announcements will be made at a later date of the dates regarding the resumption of transactions, timing of when withdrawals will be possible for the roughly 60% of Monacoin owned by customers and roughly 40% to be compensated for using Japanese yen.

6. Customer Explanation and Approval

Individual agreements between Tech Bureau and its customers will be assumed by Fisco Cryptocurrency under the business transfer based on the Official Agreement, however, individual approval by customers is required for this succession to become effective.

Contractual agreements between customers that approve the succession will be assumed by Fisco Cryptocurrency, and the contracting party shall change from Tech Bureau to Fisco Cryptocurrency. Tech Bureau shall remain the contracting party in agreements whereby the customer did not approve of the succession.