

To all persons concerned

Company: AMANO Corporation
Representative: President & Representative Director
Hiroyuki TSUDA
(Code 6436: The first Section of TSE)
Contact: Director & Operating Officer
General Manager, Corporate Planning
Kunihiro IHARA
(TEL: 81-45-439-1591)

Notice: Company Split (Incorporation-Type Company Split) of a Consolidated Subsidiary

Amano Corporation (the "Company") hereby announces that it has been resolved at its Board of Directors meeting held on March 28, 2018 that Amano Business Solutions Corporation ("ABS"), the Company's consolidated subsidiary, will spin off a part of its business through an incorporation-type company split (the "Company Split") and transfer the subject business to Amano Secure Japan Corporation ("ASJ"), the company to be newly established. In addition, ASJ will also become a wholly owned subsidiary of the Company.

Please note that some information that is required for timely disclosure, has been omitted since this organizational restructuring takes place between wholly owned subsidiaries of the Company.

1. Purpose of the Company Split

Following the enforcement of the Act on Electronic Signatures and Certification Business (E-Signature Law) in the year 2000, the Amano Group started its timestamp service business in 2001. In 2003, Amano Time Business Corporation ("ATB") was established and in 2010, ATB was merged into ABS. ABS has continued to provide time certification and distribution services as well as engaging in the timestamp service business as a part of its business.

As demand for timestamp service has been increasing not only in Japan but also overseas, the Company has decided to spin off this time certification, distribution and timestamp service business from ABS and create a new subsidiary enabling faster decision-making processes and to allow greater organizational independence for further expansion and growth of this business.

2. Outline of the Company Split

(1) Schedule

March 28, 2018: Resolution by the Board of Directors of the Company to approve the ABS company split plan.

March 28, 2018: Resolution by the Board of Directors of ABS to approve the incorporation-type company split plan.

Late May 2018 (Scheduled): Resolution by the ABS general shareholders' meeting.

July 2, 2018 (Scheduled): Effective date of the Company Split (Date of the establishment of the new company).

(2) Method of Company Split

Incorporation-type company split in which ABS is the spin-off company and ASJ will be the split type newly established company.

(3) Allocation of shares

Upon the Company Split, the new company, ASJ will issue 4,000 shares of common stock and allocate all shares to ABS, the spin-off company. At the same time, ABS will distribute all of the allocated shares as dividend of surplus to the Company, which wholly owns ABS.

(4) Reduction of capital due to the Company Split

There will be no reduction in capital at ABS due to this Company Split.

(5) Rights and obligations inherited by the new company

As of the Company Split effective date, ASJ will inherit all rights and obligations including the assets, liabilities and other engagements relating to this business.

(6) Prospect of fulfillment of obligations

After the Company Split, asset amounts will exceed the debt amounts at both ABS and ASJ and considering their profitability, no adverse effect is foreseen on their ability to fulfill obligations.

3. Summary of companies involved in Company Split

	Spin-off company (As of March 28, 2018)	The new company (Schedule as of March 28, 2018)
(1) Company name	Amano Business Solutions Corporation	Amano Secure Japan Corporation
(2) Head office location	275 Mamedocho, Kohoku-ku, Yokohama, Kanagawa	275 Mamedocho, Kohoku-ku, Yokohama, Kanagawa
(3) Representative's name and title	Nobuyuki Horimoto President & Representative Director	Aki Moriguchi President & Representative Director
(4) Summary of business	Time and attendance management/ personnel management/ payroll calculation cloud service Payroll calculation outsourcing service Time distribution and audit services Time certification (timestamp) service	Time certification and distribution services as well as timestamp service business
(5) Capital	¥300 million	¥200 million
(6) Date of establishment	April 13, 2000	July 2, 2018
(7) Book closing period	March	March
(8) Number of employees	123	12
(9) Major shareholders and their shareholding ratios	Amano Corporation 100%	Amano Corporation 100%

4. Status of ABS after Company Split

There will be no change in the company name, head office location, business descriptions, and capital amount or accounting period of ABS after the Company Split.

5. Future outlook

As the companies concerned are both wholly owned subsidiaries of the Company, this Company Split is assumed to have minimal impact on the consolidated business results of the Company.