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Company name: Uzabase, Inc.
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Notice of Posting of Extraordinary Income and Upward Revision to the Full-Year Financial Target for FY2018

Uzabase, Inc. (the "Company", "Uzabase") has resolved at the meeting of the Board of Directors held today to revise its full FY2018 consolidated financial targets from the targets announced on July 2, 2018, based on the Company's recent business performance. Also, the Company expects to post extraordinary income during the fourth quarter of the fiscal year ending December 31, 2018.

1. Revision to the full FY2018 consolidated financial targets (January 1, 2018 through December 31, 2018):

	Net Sales	EBITDA*	Operating Profit	Ordinary Profit	Profit attributable to owners of parent
Previous Target (A)	JPY million 8,850 - 9,150	JPY million 902 - 1,130	JPY million 430 - 790	JPY million 30 - 400	JPY million (450) - (90)
Revised Target (B)	9,000	1,000	650	350	350
Amount of increase or decrease (B-A)	(150) - 150	(130) - 98	(140) - 220	(50) - 320	440 - 800
Rate of increase or decrease (%)	(1.7) - 1.6	(12.5) - 10.9	(17.8) - 51.2	(12.5) – 916.6	-
(Reference) FY2017 Results	4,565	595	545	518	438

* EBITDA = Operating profit + Depreciation + Amortisation of goodwill

2. Reason for Revision

The full FY2018 financial target announced on July 2, 2018 were in ranges but due to the following reasons, the Company has revised its full FY2018 financial targets as stated above; 1) the Company is expecting to post extraordinary income as described below in 3. Posting of Extraordinary Income, 2) advisory fee and accounting policies related to the acquisition of Quartz Media, Inc. ("Quartz") on July 31, 2018, such as the amount and its amortization period of goodwill attributable to Quartz has been determined, and 3) financial results for the nine month ended September 2018 has closed and the company has a clearer view of the expected outlook for each business.

SPEEDA business and NewsPicks business are showing steady growth as planned, as such, full FY2018 consolidated net sales, consolidated operating profit and consolidated ordinary profit, respectively, are expected to fall within the original financial target range announced on July 2, 2018.

3. Posting of Extraordinary Income

As announced on October 5, 2018, *"Notice that NewsPicks USA, LLC will become a wholly-owned subsidiary of Uzabase group"*, the Company has made NewsPicks USA, LLC ("NewsPicks USA") its wholly-owned subsidiary by acquiring additional interest in NewsPicks USA. Due to this step acquisition, the Company will recognise an extraordinary income of JPY589 million for the gains on step acquisition.

(*) The above target for FY2018 consolidated financial results are based on information currently available at the time of announcement and the actual results may differ from the target due to various factors.