May 10 2018

Company name	3-D Matrix, Ltd.	
Address	3-2-4 Kojimachi, Chiyoda-ku, Tokyo	
President		Jun Okada
Code Number		7777
Contact	Director	Tomoyuki Arai
TEL		+81 3 (3511)3440

Partnership Agreement concluded with DEMEDIC S.A. regarding sales and marketing of absorbable local hemostat "PuraStat®" in Argentina

Our consolidated subsidiary in Europe, 3-D Matrix Europe SAS. ("3DMEU"), and DEMEDIC S.A. ("Demedic", head office located at Potosí 4013. CC1199ACH. CABA, Buenos Aires, Argentina) have entered into a partnership agreement for sales and marketing of our absorbable local hemostat "PuraStat®" in Argentina on May 10th, 2018.

In this agreement, 3DMEU will grant a non-exclusive sales and marketing license to Demedic in Argentina. Once product registration by Demedic is completed, Demedic will then market the product within Argentina through their sales network. Demedic expects that "PuraStat®" will be registered and commercial sale will take place by end of this fiscal year.

Based on this agreement, we have been doing a Argentinian market survey with Demedic. Argentina is a key market with a population of approximately 43 million people, the third largest market by GDP in Latin America. Macri government started in Decdember 2015, as the regime change after 12 years, promoting reforms to improve the fiscal deficit and expansion of domestic demand. It is expected to convert GDP to positive growth in 2017 and remain positive growth in 2018 (*1）. 3-D Matrix group will continue to develop and strengthen sales platform in the Latin America region.

We are investigating the impact of this announcement to the earning forecast of the company at this moment. We will make necessary announcements when it is deemed that there is any influence.

Reference:

*1 Source：IMF,「World Economic Outlook」website