Japan Excellent, Inc.

For Immediate Release
For Translation Purposes Only

June 27, 2018

Japan Excellent, Inc. (TSE: 8987)
Hidehiko Ogawa, Executive Director

Asset Management Company:
Japan Excellent Asset Management Co., Ltd.

Representative:
Hidehiko Ogawa, President

Contact:
Kazue Horikawa
General Manager, Corporate Planning Dept.

TEL: +81-3-5412-7911

Notice Concerning Execution of Interest Rate Swap Agreements

Japan Excellent, Inc. (hereinafter "JEI") announces the decision made today concerning execution of interest rate swap agreements as follows.

1. Purpose of Execution of Interest Rate Swap Agreements

JEI intends to hedge against interest rate fluctuation by fixing future interest rates for the long-term loans of ¥3.0 billion (8.5-year maturity) and of ¥8.0 billion (7-year maturity) with floating interest rates announced in "Notice Concerning Debt Financing" dated June 26, 2018 (hereinafter collectively, the "Floating Rate Loans")(Note).

(Note) For details of the Floating Rate Loans, please refer to "Notice Concerning Debt Financing" dated June 27, 2018.

2. Details of Interest Rate Swap Agreements

(1) Borrowing (8.5-year maturity)

1) Counterparty:	Mizuho Bank, Ltd.
2) Notional Principal Amount:	¥3.0 billion
3) Interest Rate:	Fixed interest rate payable at 0.791% Floating interest rate receivable at six-month yen-TIBOR + 0.460%
4) Commencement Date:	June 29, 2018
5) Termination Date:	December 30, 2026
6) Interest Payment Date:	The last day of the months of June and December, and on the termination day. (Provided that if the last day of the month is not a business day, then payment shall be made on the next business day, and if the said day falls in the following month, then payment shall be made on the business day immediately preceding the payment date.)

With the execution of the interest rate swap agreement, the interest rates for the Floating Rate Loans will be fixed at 0.791% on and after the commencement date stated in 4) above.

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(2) Borrowing (7-year maturity)

1) Counterparty:	Mizuho Bank, Ltd.
2) Notional Principal Amount:	¥8.0 billion
3) Interest Rate:	Fixed interest rate payable at 0.674% Floating interest rate receivable at six-month yen-TIBOR + 0.395%
4) Commencement Date:	June 29, 2018
5) Termination Date:	June 30, 2025
6) Interest Payment Date:	The last day of the months of June and December, and on the termination day. (Provided that if the last day of the month is not a business day, then payment shall be made on the next business day, and if the said day falls in the following month, then payment shall be made on the business day immediately preceding the payment date.)

With the execution of the interest rate swap agreement, the interest rates for the Floating Rate Loans will be fixed at 0.674% on and after the effective date stated in 4) above.

(End)

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