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July 25, 2019

To whom it may concern:

Company Name: Mercari, Inc.
Representative: Shintaro Yamada, Chief Executive Officer
Code: 4385; TSE Mothers
Enquiries: Jun Yokota, VP of Corporate
Phone: +81-3-6804-6907

Notice of Sale of Shares of Subsidiary in the UK (Change in Disclosed Matters)

Mercari, Inc. (the "Company") announces that it has decided to sell all shares of Merpay Limited, its consolidated subsidiary in London, UK.

I. Reason

In "Notice Regarding the Dissolution and Liquidation of Overseas Subsidiaries and Recognition of Extraordinary Loss" released on December 18, 2018, the Company announced that it would be dissolving the subsidiary Merpay Limited. However, the Company received a proposal from a corporation in the UK regarding a sale of shares and has decided to sell all shares of the subsidiary held by the Company (the "Transfer of Shares").

Merpay Limited is a subsidiary of the Company in the UK holding the license necessary to offer the C2C marketplace *Mercari* in the UK. It is a separate company from Merpay, Inc., a subsidiary of the Company in Japan, with different business activities. There is no capital relationship, personnel relationship, or business relationship of note between the Company and the acquirer of the transferred shares.

II. Overview of the subsidiary whose shares are to be transferred

(1) Name	Merpay Limited	
(2) Location	London, UK	
(3) Representative	Ren Ito, Chief Executive Officer	
(4) Business activities	Electronic money payment services with respect to the *Mercari* C2C marketplace in the UK	
(5) Capital	1,150 thousand GBP	
(6) Date established	April 21, 2016	
(7) Large shareholder(s) and their stake	Mercari, Inc.: 100%	
(8) Relationship between listed company and company concerned	Capital relationship	The company concerned is a wholly-owned subsidiary of the Company.

	Personnel relationship	One officer of the Company serves concurrently as an officer of the company concerned.
	Business relationship	The company concerned and the Company have no business relationship of note.
	Status of related parties	The company concerned is a consolidated subsidiary of the Company.

III. Schedule

(1) Conclusion of share transfer agreement: July 25, 2019
(2) Transfer of shares: July 25, 2019

IV. Future outlook

The Company believes that the impact from the Transfer of Shares on its consolidated and non-consolidated earnings is negligible. However, if any matters that require disclosure occur in the future, the Company will announce these matters promptly.