

August 13, 2020

To Whom It May Concern

Company Name: Kanamic Network Co., Ltd.
 Representative: President & Representative
 Director, Takuma Yamamoto
 (Securities Code: 3939, TSE First Section)
 Contact Point: General Manager, Administration
 Department, Kenya Wakabayashi
 (TEL. 03-5798-3955)

**Notice of Change to the Status of a Shareholder as the “Controlling Shareholder
 (Excluding Parent Company)”**

On August 13, 2020 (trade date basis), there was a change to the status of a shareholder as the “controlling shareholder (excluding parent company)”.

1. Background to the Change

Today, the Company received a notice from Takuma Yamamoto, the Company’s Representative Director and President, who had been categorized as the “controlling shareholder (excluding parent company)”, that he, in conjunction with other shareholders subject to aggregation, sold shares in the Company via off-market bilateral transaction. As a result, Takuma Yamamoto is no longer the controlling shareholder.

2. Profile of the shareholder who’s status has changed

The following shareholder is no longer categorized as a “controlling shareholder (excluding parent company)”

- ① Name : Takuma Yamamoto
- ② Address : Shinagawa-ku, Tokyo
- ③ Relationship between the Company and the shareholder :
 Representative Director and President of the Company

3. Date of Change

August 13, 2020

4. Change in the number of voting rights and ratio (%) of voting rights held by the shareholder

	Category	Number of Voting Rights (Ratio (%) of Voting Rights)		
		Directly Held	Indirectly Held	Total
Before Change (As of September 30, 2019)	“controlling shareholder (excluding parent company)”	82,500 (17.14 %)	194,760 (40.46 %)	277,260 (57.61 %)
After Change (As of August 13, 2020)	—	66,840 (13.89 %)	167,020 (34.70 %)	233,860 (48.59 %)

※ Treasury Shares (1,206 Shares) were deducted prior to calculating the ratio of voting rights.

5. Outlook

As a result of the change, the Company will no longer be classified as a designated family business under corporate tax law and thus will no longer be subject to the accumulated earnings tax, but the effect on the Company's operating results is miniscule.