

**For Immediate Release**12<sup>th</sup> May, 2017

Company name	MarkLines Co., Ltd
Listed on	The Tokyo Stock Exchange (JASDAQ Standard)
Code Number	3901
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## Notice regarding Stock Split, Partial Amendment to Articles of Incorporation and Revision to Forecast of Dividends

MarkLines Co., Ltd. (the Company) announces that a meeting of the Board of Directors held on 12<sup>th</sup> May, 2017 resolved to conduct a stock split, partially amend the Articles of Incorporation and revise to the forecast of dividends.

### 1. Purpose of Stock Split

The purpose of the stock split is to enhance the liquidity of the Company's stock by reducing the investment amount per unit of shares as well as providing investors with more affordable purchase opportunities to attract more investors.

### 2. Overview of Stock Split

#### (1) Method of stock split

4 for 1 stock split will be conducted with a record date of 8<sup>th</sup> June, 2017 for each common share held by shareholders included in the shareholder register as of the end of this day.

#### (2) Increase in number of shares due to stock split

● Total number of shares outstanding before stock split	3,270,100	shares
● Increase in number of shares due to stock split	9,810,300	shares
● Total number of shares outstanding after stock split	13,080,400	shares
● Total number of authorized shares after stock split	27,648,000	shares

(Note) The total number of shares outstanding listed above may increase due to the exercise of the subscription rights to shares in the period leading up to the effective date.

#### (3) Schedule of Stock Split

● Public notice date of record date	15 <sup>th</sup> May, 2017 (Monday)
● Record date	8 <sup>th</sup> June, 2017 (Thursday)
● Effective date	9 <sup>th</sup> June, 2017 (Friday)

#### (4) Other

The amount of stated Capital will not change as a result of this stock split.

### 3. Partial amendment to Articles of Incorporation

#### (1) Reason for amendment

Due to this stock split, in accordance with the provisions of Article 184, Paragraph 2 of the Company Act, the total number of authorized shares stipulated in Article 5 of the Articles of Incorporation of the Company shall be amended on 9<sup>th</sup> June, 2017.

#### (2) Details of amendment

(The underlined portion indicates the change)

Current	After amendment
(Total Number of Authorized Shares) Article 5 The total number of shares authorized to be issued by the Company shall be <u>six-million, nine-hundred, and twelve-thousand (6,912,000).</u>	(Total Number of Authorized Shares) Article 5 The total number of shares authorized to be issued by the Company shall be <u>twenty seven-million, six-hundred, and forty eight-thousand (27,648,000).</u>
(New addition)	<u>Supplementary provision</u> <u>Clause 1 This amendment to Article 5 of this Articles of Incorporation shall become effective as of 9<sup>th</sup> June, 2017. In addition, this supplementary provision shall be deleted on the effective date (9<sup>th</sup> June, 2017).</u>

### 4. Adjustment to the Exercise Price of Subscription Rights to Shares

In conjunction with this stock split, the Company will adjust the exercise price per share of subscription rights to shares on 9<sup>th</sup> June, 2017 as follows.

	Exercise price before adjustment	Exercise price after adjustment
5 <sup>th</sup> Subscription Rights to Shares	800yen	200yen

### 5. Revision to the Forecast of Dividends

In conjunction with this stock split, we revise the forecast of dividends announced dated 14<sup>th</sup> February, 2017 in the release of “the Consolidated Financial Results for the Fiscal Year ended 31<sup>st</sup> December, 2016”, as follows. Still there is no change in the total amount of annual dividends due to this stock split.

	Annual Dividends Per Share ( Yen )		
	End of 2 <sup>nd</sup> Q	Year End	Total
Previous Forecast (14 <sup>th</sup> February, 2017)	/	50.00Yen	50.00Yen
New forecast as of this announcement	/	12.50 Yen	12.50 Yen
Dividends paid in the current fiscal year ending 31 <sup>st</sup> December ,2017			
Dividends paid in the last fiscal year ended 31 <sup>st</sup> December ,2016	0.00 Yen	42.00 Yen	42.00 Yen

(Note) 12.50Yen = 50.00Yen divided by 4