

May 15, 2019

Company Name : Candean Co., Ltd.  
Representative : Akio Hayashi, CEO  
(Code Number: 1446 TSE Mothers)  
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## Notice of Conclusion of Business Alliance Agreement

This Business Alliance Agreement was made by and between Photoruction Co., Ltd. (hereinafter referred to as "Photoruction") and Burn Repair Co., Ltd. (hereinafter referred to as "Burn Repair"), which is a 100% subsidiary of our company, for the development and sales of inspection management system (hereinafter referred to as "System") used for inspection services (is tentative) in the construction market (hereinafter referred to as "This Alliance") based on our today's resolution at the Board of Directors meeting.

1. The reasons and the contents
2. Many of the residential construction sites in Japan are still in the process of digitalizing the management of the construction status, and the management system is centered on paper media. Especially, a strong demand for digitalization in the field of reporting and management is particularly evident among of the interior construction service provided by our group.

In light of such situation in the residential construction market, Burn Repair, which is the first company in the industry to commercialize the repair of scratches on housing and provides the services of regular inspections, maintenance, and housing related services for maintenance and management of a comfortable living environment to be deployed nationwide, decided to develop cooperative relationship with Photoruction which has proven experience of providing cloud services in construction industries (shared platform of unitary management information used on construction sites such as drawings and photos) with more than 25,000 sites experience. These companies have been jointly developing the system that allows significant cost reduction in business costs such as data

organization and information processing, and real-time data sharing with stakeholders. Burn Repair also concluded an exclusive sales agreement with Photoruction for selling the system to the detached house market.

※ It is an inspection service to visually check the finish state of the building in This Alliance, is different from the inspection of expertise conducted by qualified applicants.

### 3. The role of between two companies

#### ◆ Photoruction

- To complete this system specialized in inspection services of cloud Services for construction industry that have already been developed with the know-how related to inspection services provided by Burn Repair with add functions.

#### ◆ Burn Repair

- Provide know-how of the high quality and efficient inspection Services to Photoruction.
- We sell exclusively of this system for business related in the construction of detached houses of system is used by housing manufacturers, construction work shops, etc.

### 4. Overview of the partners in This Alliance

(1) Name	Photoruction Co., Ltd.	
(2) Address	5 <sup>th</sup> Floor ACN Nihonbashi Building, 10-2 Nihonbashi Hakozaiki-cho, Chuo-ku, Tokyo, Japan	
(3) Title & Name of representative	Takaharu Nakajima Representative Director	
(4) Nature of business	Planning, development, and operation of internet services	
(5) Capital	130 million	
(6) Date of established	14 <sup>th</sup> March 2016	
(7) Major shareholders	Primal Capital, Genecia Ventures, SMBC Bencher Capital, Mizuho Capital, etc. management team.	
(8) Relationship	Capital relation	No applicable matters

between with a listed company	Human relations	No applicable matters
	Business relationships	No applicable matters
	Status of the relevant parties	No applicable matters

**5. Dates**

**Date of conclusion of the Business Alliance Agreement: 15<sup>th</sup> May 2019**

**6. Future Outlook**

We plan to start selling in June 2019. Although, we believe that This Alliance will contribute to our group's performance improvement in the medium to long term. But, the effects of this change on our business performance will be minor for fiscal year ending September 2019. We will promptly disclose any significant impact on our business in the future.