

**Announcement Regarding Repurchase of Shares
(Repurchase of Shares pursuant to Provision of Articles of Incorporation
in accordance with Article 165, Paragraph 2 of the Companies Act)**

Digital Garage, Inc. (hereinafter the "Company") hereby announces that it has determined by the resolution of the Board of Directors as of August 29, 2018, to repurchase its own shares as follows, pursuant to the provision of Article 156 of the Companies Act, as applied pursuant to the provision of Article 165, Paragraph 3 thereof.

1. Reason for Repurchase

The Company intends to repurchase its own shares in order to enrich shareholder returns and improve efficiency of capital, at the same time as enabling improved conditions for the issuance of bonds with stock acquisition rights through mitigating the potential short-term impact of the issuance of such bonds on the market supply and demand of the shares of the Company.

2. Matters regarding Repurchase

(1)	Class of Shares to be Repurchased	Common stock
(2)	Total Number of Shares which may be Repurchased	Up to 1,450,000 shares (3.07% of the total issued shares (excluding treasury stock))
(3)	Total Repurchase Price of Shares	Up to ¥5 billion
(4)	Repurchase Period	From August 30, 2018 to December 31, 2018
(5)	Repurchase Method	Market purchase at the Tokyo Stock Exchange

(Note 1) The purchase order may not be implemented, in whole or in part, depending on market conditions and other factors.

(Reference)

Status of Treasury Stock as of July 31, 2018

Total Issued Shares (Excluding Treasury Stock): 47,200,848 shares

Number of Treasury Stock: 123,852 shares

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This announcement is not for distribution, directly or indirectly, in or into the United States (including its territories and possessions, any State of the United States and the District of Columbia). This announcement does not constitute an offer of, or the solicitation of an offer to buy or subscribe for the Bonds or the Shares in any jurisdiction in which such offer or solicitation is unlawful. In particular the Bonds and the Shares issuable upon exercise of the Stock Acquisition Rights (together, the "Securities") have not been, and will not be, registered under the U.S. Securities Act of 1933 (the "Securities Act") and, subject to certain exceptions, may not be offered or sold within the United States. The Securities may not be offered or sold within the United States absent registration or an exemption from the registration requirements of the Securities Act. There will be no public offer of Securities in the United States.