

Press Release

June 8, 2018

To the press
and whom it
may concern,

VLC HOLDINGS CO., LTD.
Meisho Centrex 2467

Notification on our business partnership with BOB Inc., the company that has launched the “Jupiter Project” in the field of cybersecurity.

Today, June 8, 2018, we signed a business partnership agreement in the field of cybersecurity with BOB Inc. (Headquarters: Tokyo, Representative: Representative Director...Yukihito Sawada, hereafter “BoB Corporation”). The details are as below:

1. The reason for the business partnership

We are promoting the project development in the field of cybersecurity through Strategic Cyber Holdings LLC (the joint entity with Israel Cyber Gym Control Ltd.) and VLC Co.,Ltd., the consolidated subsidiary.

Today, a rapidly increasing number of governments and companies have introduced IT technologies in the world. Accordingly, cybercrimes have expanded around the world at an accelerated rate and their damages are also on the exponential increase. An increasing number of cyberattacks on block chains, cloud providers, IoT devices, etc, and the ones utilizing the AI have been observed as the recent trend of cyberattacks. While the block chain, known as the critical technology for virtual currencies, is attracting attention through the efforts of financial institutions and FinTech companies, it has been an urgent issue to strengthen the countermeasures against cyberattacks for a sound development of the industry.

BOB Corporation, in order to prevent security incidents of companies, has launched the “Jupiter Project※” and been promoting it in collaboration with experts in various industries in order to combine comprehensively 3 unique technologies of protection against cyberattacks utilizing the AI, the system that automatically prevents internal information leakage, and unique block chain with high anonymity and defensive power and provide “Jupiter Security”, the sophisticated security solution to companies and public institutions.

We are sure that we can perform illuminating activities like information sharing and improvements of awareness and literacy about the cybersecurity in the block chain industry as well as provide cybersecurity solutions to the industry through the business partnership. BOB Corporation can also expect the enhancements of the business and competitive strength by incorporating the know-how and technology of our cybersecurity. We are going to construct the optimum partnership relationship through cooperation and human resource exchange between both parties.

Also, Norihiko Ishihara, the representative of our company, is going to join the project as an advisor responding to a broad range of perspectives ranging from development, manufacturing, sales, to human resource strategy in Jupiter Project.

The important mission of our group is to “protect customers from cybercrimes” in any environment, and we are engaged in each theme of the cybersecurity field in order to achieve the mission. We aim to maximize the shareholder value by introducing a variety of high-tech projects in the field and seeking the best cooperation with a variety of companies

※Main members of the Jupiter Project

Project Leader: Manabu Matsuda

(Former member of the House of Representatives, Former financial bureaucrat, Graduate School of Tokyo University Guest Professor, the leading authority of Cybersecurity Basic Act development, Representative of Matsuda Policy Research Institute)

Executive advisor: Hidetoshi Itoh

(Former Waseda University Management Graduate School Guest Professor, Former U.S. Och-Ziff Capital Management (NYSE : OZM) Advisor, Former Representative Director Managing Executive Officer of Future Corporation, the company listed on the First Section of the Tokyo Stock Exchange)

Sales manager: Zenju Kazama

(Former Representative Director and Vice-President of Tokyo Electron Limited., the company listed on the First Section of the Tokyo Stock Exchange, Representative Director of Yamanashi-TLO Co., Ltd.)

Management Strategy Manager: Hidenori Ueki

(Former executive officer of FULLCAST HOLDINGS CO., LTD., the company listed on the First Section of the Tokyo Stock Exchange, Representative Director of BoB Corporation)

2. Contents of the business partnership

The main contents of the business partnership are as follows. The details are determined separately after a consultation between both parties.

(1) Service provision and cooperation in product development and sales, etc in the field of cybersecurity.

(2) In addition to the items above, business cooperation concerned with the services and products, etc provided by both parties, joint development, mutual introduction and sales of clients, cooperation in sales activities such as joint proposal and joint hosting of seminars, etc as well as creation of new projects, services, and products, etc by mutual utilization of management resources.

(3) Human resources exchange.

3. The outline of the business partner

(1) Name: BoB Inc.

(2) Address: 1st floor of Yusen Building, 2-3-2, Marunouchi, Chiyoda-ku, Tokyo.

(3) Post and name of the representative: Representative Director, Yukihito Sawada

(4) Date of establishment: November 9, 2017.

(5) Business contents

- Management support
- Cybersecurity
- System development
- Consultation on virtual currency

(6) Capital fund: 11 million yen

(7) Relationship with our company: There are no capital, personal, or transactional relationships with our company. Also, there are no items that fall under the category of related parties.

(8)URL <https://www.bobinc.jp/>

4. Future prospects

We assume that the impact of this matter on this term's performance of our group is mild for now. If it becomes necessary to disclose the impact, we will do it immediately.

Contact for the press and whom it may concern

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