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June 20, 2019

To whom it may concern:

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Notice of borrowing of funds and repayment of loans

The resolution was passed today by the Board of Directors meeting at Mercari, Inc. regarding borrowing of funds and repayment of loans as follows.

I. Reason

The funds will be allocated to repayment of long-term loans, working capital for future expansion of the business, etc.

II. About the borrowing of funds

- | | |
|----------------------------|--------------------------------------------------|
| (1) Lender | 3 financial institutions |
| (2) Borrowing amount | 50,000 million yen |
| (3) Interest rate | Variable rate linked to the market interest rate |
| (4) Date of loan | June 28, 2019 (scheduled) |
| (5) Final repayment period | 3–5 years |
| (6) Repayment method | Lump-sum repayment on repayment date |
| (7) Security | Unsecured and unguaranteed |

III. About the repayment of loans

- | | |
|------------------------------|-----------------------------|
| (1) Lender | 3 financial institutions |
| (2) Repayment amount | 16,726 million yen |
| (3) Date of loan | August 2016–April 2018 |
| (4) Repayment period | August 2019–March 2023 |
| (5) Funds used for repayment | Funds borrowed in II. above |
| (6) Security | Unsecured and unguaranteed |

IV. Impact on performance

The impact from this borrowing of funds and repayment of loans on Mercari's consolidated earnings for the fiscal year ending June 2019 and the fiscal year ending June 2020 is negligible.