

August 5, 2016

Press Release

Company name: Future Corporation
Code: 4722, Tokyo Stock Exchange, Section 1
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Notice of Appeal Filed against Future Corporation and its Subsidiary

A letter of appeal against the verdict recorded in the June 17, 2016 Notice of Court Verdict (Total Victory) has been delivered to Future Corporation, as follows.

1. The court with which the appeal was filed and the appeal date
Tokyo High Court, June 17, 2016 (delivery date for the letter of appeal: August 4, 2016)
2. Appellant
 - (1) Name: Hideo Takasaki, President, CEO & COO, Representative Director, Nitto Denko Corporation
 - (2) Headquartered: 1-1-2, Shimohozumi, Ibaraki, Osaka, Japan
3. Description of appeal
 - (1) The appeal demands that the court totally reverse the original verdict.
 - (2) The appeal demands that the court completely dismiss the claim by appellee Future Architect Inc. in the principal suit.
 - (3) The appeal demands that the appellees (Future Corporation and Future Architect Inc.) shall jointly pay to the appellant 1,459,009,877 yen, as well as an amount calculated with an interest rate of 6.0 percent per annum for the period from the day immediately following the date on which the letter of appeal against the original verdict is delivered to the appellees to the date on which the said amount is paid in full.
 - (4) The appeal demands that the appellees bear legal costs incurred for both first and second instances of the principal suit and countersuit.
4. Events that led up to the appeal being filed

Pursuant to an individual contract entered into by and between Future Corporation and Nitto Denko Corporation (“Nitto Denko”) on September 5, 2008 concerning Development of New Sales System Applications, the former on September 4, 2009 delivered the deliverable under the contract to the latter. However, Nitto Denko failed to deem the above-mentioned action by Future Corporation to be the intended delivery without stating any legitimate reason, and refused to pay relevant contract service fees to the latter. In response, Future Corporation on November 30, 2009 filed a lawsuit against Nitto Denko, demanding payment of the contract fees, to which it responded by filing a counterclaim on December 19, 2011, demanding restoration of the system to its original state, as well as payment of damage compensation, while contending that Nitto Denko had cancelled the contract with Future Corporation. This was followed by Future Architect Inc. (“Future Architect”) succeeding to Future Corporation’s rights and obligations in the lawsuits due to the latter conducting a company split effective April 1, 2016. The Tokyo District Court on June 17, 2016 issued a verdict of the first instance, which upheld all the claims by Future Architect, dismissing the counterclaim by Nitto Denko in a total victory for the former. The latest appeal was filed with the Tokyo High Court by Nitto Denko, which found the verdict to be unacceptable.

5. Future outlook

Future Corporation will continue to assert the legitimacy of its claims in the appeal court proceedings, as in the first instance. Although the Company currently does not know what effect the above-mentioned appeal lawsuit will potentially have on its consolidated financial results, the management will promptly announce any matter requiring disclosure that may arise.

- Any questions relating to the above press release should be directed to:

Investor Relations, Future Corporation

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