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Press Release

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## Notice Regarding Disposal of Treasury Shares as Restricted Stock Remuneration

Japan Cash Machine Co., Ltd. (the “Company”) hereby announces that the meeting of the Board of Directors held today resolved to dispose of its treasury shares as stock remuneration (the “Disposal of Treasury Shares”) as follows.

### 1. Summary of the Disposal

(1) Date of disposal	August 22, 2019
(2) Class and number of shares to be disposed of	19,100 shares of the Company Common Stock
(3) Disposal value	1,087 yen per share
(4) Total disposal value	20,761,700 yen
(5) Recipients of shares to be disposed of, number of the recipients and the number of shares disposed of	Director of the Company (Excluding external directors, Chairman Koichiro Kamihigashi and President Yojiro Kamihigashi) 5 persons 19,100 shares
(6) Other	In relation to the disposal of treasury shares, the Company has submitted a securities notice under the Financial Instruments and Exchange Act.

### 2. Purpose and Reason of Disposal

At the Board of Directors Meeting held on May 14, 2019, Our Company resolved to introduce a new remuneration plan, the Restricted Stock Compensation Plan (the “Plan”), to provide Directors of the Company (excluding external directors the “Eligible Directors”) with incentives to further increase their willingness to contribute to a rise in stock prices and enhancement of corporate value, as well as to share benefits and risks of stock price fluctuations with shareholders. Further, the 66th Ordinary General Meeting of Shareholders held on June 26, 2019, approved the provision of monetary remuneration claims to directors of up to 70 million yen per annum (excluding employee salaries of Directors who also serve as employees) as monetary compensation to be used as assets invested in the acquisition of shares with restriction on transfer in accordance with this Plan, and the provision of a restricted transfer period from 3 years to 30 years as specified by the Board of Directors of stock transfer.

An outline of the Plan is as follows.

[Outline of the Plan]

The Eligible Directors will pay all monetary remuneration claims provided by the Company under the Plan as properties contributed in kind and will be issued or disposed of with respect to common shares of the Company.

The total number of shares of common stock of the Company to be issued or disposed of by the Company to the Eligible Directors under the Plan shall be no more than 100,000 shares per year (Provided, however, that if the Company (Includes allotment of the Company's common stock without contribution.) or any share consolidation of the common shares of split is carried out, the said total number shall be adjusted to a reasonable extent according to the split ratio, consolidation ratio, etc.), and the amount to be paid per share shall be determined by the Board of Directors of the Company based on the closing price of the shares of common stock on the Tokyo Stock Exchange as of the business day immediately preceding the date of each resolution of the Board of Directors (If no transaction has been made on the same day, the closing price on the immediately preceding trading day), which amount shall not be particularly favorable to the Eligible Directors.

In addition, in issuing or disposing of the common shares of the Company under the Plan, a share allotment agreement with restriction on transfer shall be executed between the Company and the Eligible Directors, which will include the matters such as (i) that the Eligible Directors may not transfer, create a security interest on, or otherwise dispose of the common shares of the Company allotted under the share allotment agreement with restriction on transfer for a period of time from 3 years to 30 years from the date of allotment of shares with restriction on transfer, as determined in advance by the Board of Directors of the Company, and (ii) that the Company will acquire those common shares without consideration if a certain event occurs.

This time, monetary remuneration claims totaling 20,761,700 yen (the "Monetary Remuneration Claims") were presented to provide incentives to further enhance the Company's motivation to contribute to a rise in stock prices and increase corporate value, and 19,100 shares of common stock will be allotted. In addition, the transfer restriction period is set at 30 years in order to establish a mechanism for sharing the benefits and risks of stock price fluctuations with the shareholders who are the purpose of the introduction of this Plan.

For the disposition of Treasury Shares, the 5 Eligible Directors who are to receive allotment will pay all of the Monetary Remuneration Claims against the Company as contribution in kind assets and will receive disposition of the common shares (the "Allotted Shares") of the Company pursuant to the Plan. A summary of the agreement for allotment of shares with restriction on transfer (the "Allotment Agreements".) to be executed between the Company and the Eligible Directors with respect to the disposal of Treasury Shares is provided in 3 below.

### 3. Overview of the Allotment Agreement

(1)Restriction on Transfer Period: From August 22, 2019 to August 21, 2049

(2)Conditions subsequent to restriction on transfer

On the condition that the Eligible Director was continuously in a position of director, executive officer, non-executive officer who is not also a director, corporate auditor, employee, consultant or advisor, or in any other position equivalent thereto of the Company or the Company's Subsidiary during the Restriction Period, the restriction on transfer in respect of all of the Allotted Shares shall be removed upon expiration of the Restriction Period.

(3)Treatment of the case where the Eligible Director resigns from the office due to expiration of term of office, mandatory retirement age or other justifiable reasons during the Transfer Restriction Period

(i)Time of removal of restriction on transfer

If the Eligible Director resigns or retires from any of the positions set forth in (2) above due to expiration of the term of office, mandatory retirement age or any other justifiable reason (Provided, however, that this shall not apply to resignation or retirement due to death.), the transfer restrictions shall be removed as of the time immediately after the resignation or retirement of the Eligible Director.

In the case of resignation or retirement due to death, restriction on transfer shall be lifted at the time of a separate decision of the Board of Directors after the death of the relevant Director.

(ii) Number of shares for which the restriction on transfer is removed

The number of the Allotted Shares held at the time immediately after resignation or retirement of the Eligible Director (If the number exceeds 1, it shall be 1.) shall be calculated by multiplying the number of the Allotted Shares by the number obtained by dividing the service period (Monthly) pertaining to the Period for Restriction on Transfer of the Eligible Director by 12 (In the case of death, at the time of death) (However, if a fraction less than one share unit results from the calculation, such fraction shall be rounded down.).

(4) Free Acquisition by the Company

The Company shall, as a matter of course, acquire without consideration the Allotted Shares with respect to which the restriction on transfer is not removed at the time of expiration of the Restriction Period or removal of restriction on transfer as provided for in (3) above.

(5) Management of Shares

To prevent the Allotted Shares from being transferred, mortgaged or otherwise disposed of during the Restriction Period, the Allotted Shares shall be managed in a special account opened by the Eligible Director with Nomura Securities Co., Ltd. The Company has entered into an agreement with Nomura Securities Co., Ltd. to manage accounts for the Allotted Shares held by each of the Eligible Directors, in order to ensure the effectiveness of restrictions on transfer concerning the Allotted Shares. The Eligible Directors shall consent to the details of the management of the relevant account.

(6) Treatment at the time of entity conversion or the like

If any matter related to the merger agreement under which the Company becomes the disappearing company, share contract of exchange or share transfer plan under which the Company becomes the wholly-owned subsidiary or any other matter concerning the reorganization, etc. is approved at a shareholders' meeting of the Company (However, if such reorganization, etc. does not require approval by the shareholders meeting of the Company, the Board of Directors of the Company shall:) during the Restriction Period, the Company shall, with the resolution of the board of directors of the Company, remove such Restriction on Transfer in respect of the number of the Allotted Shares held at that time, multiplied by the number obtained by dividing the number of months from the month including the Disposition Date to the month including the date of such approval by 12 (If the number exceeds 1, it shall be 1.) (However, if a fraction less than one share unit results from the calculation, such fraction shall be rounded down.) as of the time immediately before the Business Day preceding the Effective Date of Restructuring. Immediately after the removal of the Transfer Restrictions, the Company shall automatically acquire, without consideration, all the Allotted Shares for which the Transfer Restrictions are not removed.

4. Basis of calculation and specific details of payment amount

The disposal of treasury stock to the Eligible Directors is made with the monetary remuneration claims provided as restricted stock compensation for the Company's fiscal year 67 under the Plan as the contributed assets. The disposal price is 1,087 yen, the closing price of the Company common stock on the First Section of the Tokyo Stock Exchange on July 22, 2019 (Business day preceding the date of resolution of the Board of Directors), in order to eliminate arbitrariness. The Company concluded that this price is reasonable on the basis that it is the market price immediately prior to the date of resolution of the Board of Directors and this price is not particularly favorable.