

December 12, 2013

Company Name Livesense Inc.  
Representative Taichi Murakami,  
President and Representative Director  
(Code number: 6054 TSE)  
Contact Yuichi Iwasaki, Director  
Phone. (81)-3-6275-3330

## Notice on Stock Split and Partial Amendment of the Articles of Association

At its Board of Directors meeting held on December 12, 2013, Livesense resolved to approve a stock split and partial amendments to the Articles of Association.

### 1. Purpose of the Stock Split

The purpose of the stock split is to provide a more attractive investment environment for our investors and further broaden the investor bracket while enhancing the liquidity of the Company's shares by reducing the amount per investment unit of the Company's stock.

### 2. Summary of the Stock Split

#### (1) Method of stock split

The Company will split each of its common shares held by shareholders whose names are stated or recorded in the final shareholder registry on the Record Date, Tuesday, December 31, 2013 (substantively Monday, December 30, 2013, said date being a non-business day of the shareholder registry administrator), at a ratio of 2 share to 1 share.

#### (2) Number of shares to be increased through the stock split

(i) Total number of issued shares before stock split	13,874,400 shares
(ii) Number of shares to be increased through stock split	13,874,400 shares
(iii) Total number of issued shares after stock split	27,748,800 shares
(iv) Total number of issuable shares after stock split	96,000,000 shares

Note: The number of shares in (iii) above might differ as a result of shares that are issued as a result of the exercise of stock warrants in the future.

#### (3) Schedule of stock split

Date of official notice of Record Date	Friday, December 13, 2013
Record Date	Tuesday, December 31, 2013
Effective Date	Wednesday, January 1, 2014

#### (4) Other details

##### (i) Change in amount of capital

The stock split will not result in a change in the amount of the Company's capital.

(ii) Adjustment of stock warrants

In conjunction with this stock split, the Company will adjust the number of shares eligible for stock warrants and the exercise price of per share as follows, simultaneously with the Effective Date.

	Before adjustment		After adjustment	
	Number of shares	Exercise price	Number of shares	Exercise price
1st stock warrants	298,400 shares*	¥53	596,800 shares*	¥27
2nd stock warrants	40,800 shares	¥53	81,600 shares	¥27

\* A portion of rights for the 1<sup>st</sup> stock warrants has been exercised. As of December 12, 2013, the number of unexercised warrants is 224,000 shares before adjustment and 448,000 shares after adjustment.

### 3. Partial amendment of the Articles of Association

(1) Reason for amendment

In conjunction with this stock split, the Company will amend the number of its issuable shares under Article 5 of the Company's Articles of Association on Wednesday, January 1, 2014, based on the provision of Article 184 paragraph (2) of the Companies Act.

(2) Details of Amendment

(Underlined text indicates amendment.)

Before amendment		After amendment	
(Issuable shares)		(Issuable shares)	
Article 5	The number of the Company's issuable shares shall be <u>48 million</u> shares.	Article 5	The number of the Company's issuable shares shall be <u>96 million</u> shares.

(3) Schedule of amendment

Effective date

Wednesday, January 1, 2014