

Translation

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February 26, 2018

To whom it may concern:

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Notice Concerning the Completion of Exercise and the Monthly Status of Exercise of 4th Series Subscription Rights to Shares with Exercise Price Amendment Clause (Subject to Exercise Restrictions)

CRESCO LTD. (the “Company”) hereby announces that all exercises of CRESCO LTD. 4th Series Subscription Rights to Shares, which the Company issued on December 28, 2017 (hereinafter referred to as the “Subscription Rights to Shares”), have been completed on February 26, 2018.

The Company also announces the monthly status of exercise during February 2018 as follows:

1. Details of the exercise of Subscription Rights to Shares

(1) Issue name	CRESCO LTD. 4th Series Subscription Rights to Shares
(2) Exercise period	From December 29, 2017 to February 26, 2018
(3) Allotted party	CREDIT SUISSE SECURITIES (JAPAN) LIMITED
(4) Number of units exercised during the above period	2,000 units
(5) Number of shares delivered during the above period	200,000 shares
(6) Total amount of exercise price	776,866,000 yen
(7) Number of unexercised Subscription Rights to Shares	0 shares

2. Total number of issued shares and amount of capital as of February 26, 2018

(1) Total issued shares	12,000,000 shares
(2) Amount of capital	2,514,875,803 yen

3. Monthly status of exercise of subscription rights to shares

(1) Issue name	CRESO LTD. 4th Series Subscription Rights to Shares
(2) Number of shares delivered during the month	99,000 shares
(3) Number of subscription rights to shares exercised during the month and their percentage to the total number of subscription rights to shares issued	990 units (49.5% of the total number of subscription rights to shares issued)
(4) Number of unexercised subscription rights to shares at the end of the previous month	990 units
(5) Number of unexercised subscription rights to shares at the end of the month	0 shares

(6) Status of exercise during the month

Exercise date	Number of shares delivered		Exercise price (Yen)	Number of subscription rights to shares exercised (Units)
	New shares (Shares)	Treasury shares transferred (Shares)		
February 1 (Thursday)	–	39,000	3,933	390
February 2 (Friday) to February 6 (Tuesday)	–	–	3,978	–
February 7 (Wednesday)	–	15,000	3,393	150
February 8 (Thursday)	–	6,000	3,357	60
February 9 (Friday) to February 15 (Thursday)	–	–	3,357	–
February 16 (Friday)	–	3,000	3,357	30
February 19 (Monday)	–	5,000	3,357	50
February 20 (Tuesday)	–	–	3,402	–
February 21 (Wednesday)	–	17,000	3,402	170
February 22 (Thursday)	–	6,000	3,452	60
February 23 (Friday)	–	–	3,470	–
February 26 (Monday)	–	8,000	3,357	80

* Total number of issued shares at the end of the previous month: 12,000,000 shares (including 1,158,746 treasury shares)

* For the details of the issuance of Subscription Rights to Shares, please refer to the press release “Notice Concerning the Issuance through Third-Party Allotment of 4th Series Subscription Rights to Shares with Exercise Price Amendment Clause (Subject to Exercise Restrictions) and 5th and 6th Series Subscription Rights to Shares with Exercise Price Amendment Options (Subject to Exercise Restrictions)” dated December 13, 2017.

(7) Status concerning exercise restrictions (Compliance status on exercise restrictions in pursuant to the provisions of “Rule 434 of the Securities Listing Regulations” prescribed by the Tokyo Stock Exchange and “Rules Concerning Handling of Allotment of New Shares to Third Party, etc.” prescribed by the Japan Securities Dealers Association)

(1) Cumulative number of shares delivered (shares)	(2) Number of listed shares as of the payment date for the issuance (shares)	(3) Exercise ratio concerning exercise restrictions ((1) / (2)) (%)
200,000	12,000,000	1.7