

February 14, 2018

Xacti Corporation

Announcement Concerning the Transfer of Xacti Holdings, Inc.'s Shares to Japan Asia Group Limited

We hereby announce that, on [April 2], 2018, all shares in Xacti Holdings, Inc., a special purpose company that owns all the outstanding shares of Xacti Corporation (Headquarters: Kita-ku, Osaka-shi, Osaka; Representative: Kenji Uenishi, Takao Nishiyama; "Xacti") will be transferred to [Japan Asia Group Limited (Headquarters: Chiyoda-ku, Tokyo; Representative: Tetsuo Yamashita; "Japan Asia Group")].

Since the spin-off from SANYO Electric Co., Ltd. in April 2013, Xacti has been engaged in the development, manufacturing and distribution of digital cameras and digital device as an ODM/OEM company, supported by Advantage Partners, Inc.

By becoming a member of the [Japan Asia Group], we intend to further strengthen our product development and manufacturing capabilities to realize our corporate philosophy of "Innovate the way people live" by combining the technology and knowhow of [Japan Asia Group] companies and Xacti that have been accumulated over the years. We also strongly believe that our technology will contribute significantly to the realization of "Green Community" being pursued by the [Japan Asia Group].

We would like to ask for your continued support as we strive for further growth and development of our business to provide better products and service to you.

1. Share transfer date (scheduled): Monday, April, 2, 2018

2. Management policy after the share transfer:

There will be no changes to our business and structure (company name, representative, Headquarters location) following the execution of this transaction.

■ About Japan Asia Group Limited

Representative: Chairman and CEO Tetsuo Yamashita

Established: March 1988

Location: 1-1, Marunouchi 3-chome, Chiyoda-ku, Tokyo

Capital: 3.995 billion yen

Business: Pure holding company

The Japan Asia Group consists of Japan Asia Group Limited, 66 consolidated subsidiaries and 2 affiliated companies accounted for by the equity method and is mainly engaged in the geospatial information and green energy businesses (as of the end of March 2017).

Website: <http://www.japanasiagroup.jp/>