

TSE Urgent Notice



Feb. 28, 2020
Listing Department
Tokyo Stock Exchange, Inc.

Designation of Securities Under Supervision (Examination)

TSE has designated an issue as Securities Under Supervision (Examination) as follows.

1. Issue Name SDS HOLDINGS Co.,Ltd. stock
(Code: 1711, Market Division: 2nd Section)
2. Period of Designation as Securities Under Supervision (Examination) of From Mar. 1, 2020 (Sun.) to the day when TSE determines whether the company has fallen under the delisting criteria

Provision Enforcement Rules for Securities Listing Regulations, Rule 605, Paragraph 1, Item 14-3
(Due to the company being deemed likely to fall under a case where the Exchange deems that the internal management system, etc. of the listed company has not been improved on the basis of the written confirmation of the internal management system resubmitted by said listed company)
3. Reason SDS HOLDINGS Co.,Ltd. (hereinafter "the Company") disclosed an investigation report of the third party committee concerning inappropriate accounting processing on Jul. 11, 2018 and disclosed corrections to the past earnings reports, etc. on Aug. 10, 2018. Then, TSE deemed that improvement of the internal management system, etc. of the Company was highly necessary and designated its stock as a Security on Alert on Sep. 1, 2018.

On Mar. 1, 2020, one year and six months will have elapsed since said designation, and the Company will resubmit a written confirmation of internal management system at a later date. If the internal management system, etc. of the Company is deemed to have not been improved based on TSE's review of the aforementioned written confirmation, etc., a decision will be made to delist its stock. As such, TSE designates the stock as Securities Under Supervision (Examination).

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