

TSE Urgent Notice



Feb. 5, 2021
Listing Department
Tokyo Stock Exchange, Inc.

Additional Designation of Securities Under Supervision (Examination)

TSE has additionally designated the stock of NIHON FORM SERVICE CO.,LTD., which is currently designated as a Securities Under Supervision (Confirmation), as a Security Under Supervision (Examination) as follows.

1. Issue Name NIHON FORM SERVICE CO.,LTD. stock
(Code: 7869, Market Division: JASDAQ Standard)
2. Period of From Feb. 8, 2021 (Mon.) to the day when TSE determines whether the company
Designation as has fallen under the delisting criteria
Securities
Under
Supervision
(Examination)

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 NIHON FORM SERVICE CO.,LTD. (hereinafter "the Company") disclosed an
investigation report of the third party committee concerning inappropriate
accounting processing on Jun. 21, 2019 and disclosed corrections to the past
financial results, etc. on Jun. 26, 2019 and Jul. 26, 2019. 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 Aug. 8, 2019.
On Feb. 8, 2021, one (1) year and six (6) 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).

(Note) On Dec. 23, 2020, the Company indicated approval of a takeover bid to be made by NFS Co.,Ltd.(unlisted) for shares of the Company, which is premised on a subsequent delisting of the shares. As such, based on this announcement, TSE designated the stock of the Company as Securities Under Supervision (Confirmation) on the same day because the case falls under Rule 605, Paragraph 1, Item (21)-3 of the Enforcement Rules for the Securities Listing Regulations (due to falling under a case where the board of directors has made a resolution on a reverse stock split with a split ratio at which the number of all the shares owned by shareholders other than a specified party will be less than one share).

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