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To whom it may concern

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**Notice Regarding Use of Placement Proceeds Raised on Singapore Exchange**  
**(for the Month of September 2013)**

Tosei Corporation (the “Company”) had issued 2,600,000 shares of common stock pursuant to a placement in Singapore and overseas markets (excluding the United States and Canada) on July 25, 2013 (“Placement”) and received ¥1,933,438,000 as net proceeds of the Placement. In relation to the issuance of the new shares, the Company announced on July 22, 2013 that the proceeds were expected to be applied to its Revitalisation Business, Development Business, and Fund and Consulting Business, which are the core operations of the Company.

Further to the announcement, the Company wishes to provide an update that during the month of September 2013, it had utilised a portion of the net proceeds from the Placement as follows:

1. Use of Placement Proceeds	(¥ thousand)
Total amount raised in July 2013	1,933,438
Total amount utilised from the proceeds as of Aug. 31, 2013	321,884
Total amount utilised during the month of September 2013	495,199
Total amount utilised from the proceeds as of Sep. 30, 2013 (cumulative)	817,083
Balance proceeds	1,116,355

2. Details of Use of Proceeds				(¥ thousand)
<b>Revitalisation Business</b>				
Acquisition cost of residential property in Shonan (partial)	Fujisawa-shi, Kanagawa	Apartment		29,864
Acquisition cost of residential property in Kokubunji (partial)	Kokubunji-shi, Tokyo	Apartment		234,785
			<b>Subtotal</b>	264,649
<b>Development Business</b>				
Construction cost of THE Palms Nishigahara (partial)	Kita-ku, Tokyo	Condominium		230,550
			<b>Subtotal</b>	230,550
<b>Total amount utilised during the month of September 2013</b>				<b>495,199</b>

The above disclosure on use of net proceeds from the Placement is made pursuant to a requirement of the listing rules of the Singapore Exchange Securities Trading Limited

The abovementioned utilisations are in accordance with the stated use of the proceeds disclosed by the Company in the announcement dated July 22, 2013. The Company will make further announcements via SGXNET as and when such funds are materially disbursed.

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