To whom it may concern

TOKAI Data Centers Accredited as Eco-Friendly Data Centers used in the Tokyo Metropolitan Government's Cloud-Based Support Project

Broad Center, a data center service (using data centers in Shizuoka and Okayama) provided by TOKAI Communications Corporation (Headquarters: Shizuoka City, Shizuoka; President & CEO: Katsuhiko Tokita; "TOKAI Communications"), a wholly owned subsidiary of TOKAI Holdings Corporation, has been accredited as an "Eco-Friendly Data Center" by the Tokyo Metropolitan Government for its energy-efficient design and operation, as detailed in the attached announcement.

TOKAI Holdings owns a high-quality, high-volume fiber optic network that spans 6,000km from the Kanto region to Okayama, passing through Tokyo, Nagoya and Osaka, and two data centers linked to the network, through which we provide full-fledged information and communications services to a large number of corporate customers. We are proud to announce this accreditation in recognition of our efforts towards greater environmental responsibility, which we have strived to improve along with disaster response measures.

We intend to leverage this accreditation to expand sales of our key services, Broad Center Cloud Platform and the Broad Center Pracla Hosted Private Cloud, to further help corporate clients increase their energy efficiency.

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TOKAI Communications Corporation

To whom it may concern

Eco-Friendly Data Center Accreditation

Supporting Energy Efficiency among SMEs Through Use of Cloud Computing

TOKAI Communications Corporation (Headquarters: Shizuoka City, Shizuoka; President & CEO: Katsuhiko Tokita; "TOKAI Communications"), a wholly owned subsidiary of TOKAI Holdings Corporation, is proud to announce that its Shizuoka Data Center and Okayama Data Center, which together form the backbone of the Broad Center data center service, have been accredited under the Tokyo Metropolitan Government's Eco-Friendly Data Center Accreditation System, the evaluation and publication of accreditation for data centers that implement advanced measures to help combat global warming.

1. Outline of the Eco-Friendly Data Center Accreditation

The Shizuoka Data Center and Okayama Data Center have received Eco-Friendly Data Center accreditation from the Tokyo Metropolitan Government. This means that under the Tokyo Metropolitan Government's Project to Encourage Tokyo SMEs Towards Energy Efficiency by Promoting Cloud Computing, eligible businesses can receive subsidies towards the cost of migrating certain information systems, etc. to cloud services provided by our data centers.

Accredited data center[1]	○ Broad **Center** Shizuoka Data Center	○ Broad **Center** Okayama Data Center
Evaluation stage (level[2])	Stage 1 (Level 2)	Stage 1 (Level 2)
Date Accredited	November 10, 2015	May16, 2016

1. There are only nine data center facilities (owned by six operators) in Japan that have Eco-Friendly Data Center accreditation as of May 16, 2016.
2. The indicated level is the "environmentally friendly" level according to the Japan Data

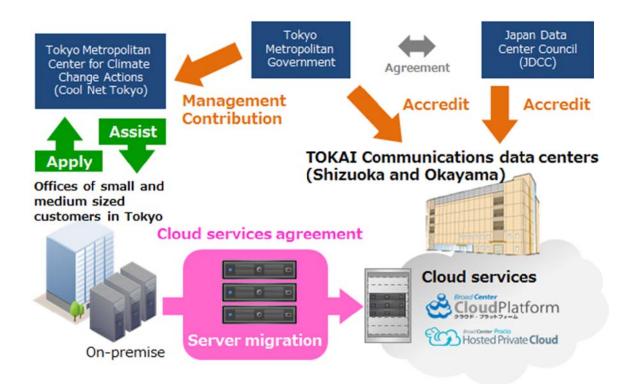Center Council, a specified non-profit organization.

2. Outline of the Project to Encourage Tokyo SMEs Towards Energy Efficiency by Promoting Cloud Computing

(a) Outline of the system

Under this system, small and medium-sized enterprises within Tokyo (with energy consumption below 1,500kL of crude oil per year) that operate on-premises information systems, etc. (systems owned by a company and operated on that company's premises) can receive subsidies (up to 15 million yen) toward the expense of migrating to a cloud service that uses highly energy efficient data centers.

Application period: November 24, 2015 to around January 2017
Payment period: FY2015 to FY2018
Budget: 675 million yen
                      (support will end when the budget limit is reached)

Project to Encourage Tokyo SMEs Towards Energy Efficiency by Promoting Cloud Computing

*See the program's website listed on the following page for details, such as eligible businesses and conditions for the subsidies.

(b) Expenses Eligible for the Subsidies
(1) migration costs (design, system configuration, etc.)
(2) goods and services costs (initial cloud service costs, infrastructure access costs, etc.)

(c) Subsidy Amount
Up to one third of the expense amount (up to 15 million yen)
*This is the amount applicable when using an "Eco-Friendly Data Center."

3. Our Subsidy-Eligible Cloud Services
  (a) BroadCenter Cloud Platform
    http://www.broadcenter.jp/service/cps/

  (b) BroadCenter Pracla Hosted Private Cloud
    http://www.broadcenter.jp/cloudservice/hostedprivatecloud-pracla/

4. Future Direction
  TOKAI Communications has been involved in green IT in many ways, such as environmentally conscious data center building and operation, and improved energy efficiency of servers, IT peripherals, and AC systems. We help combat global warming and assist our customers in improving their energy efficiency by actively supporting the building of cloud computing environments with services related to the construction, operation, and maintenance of cloud computing environments on major public cloud computing platforms, using our knowhow as a cloud service provider of proprietary cloud services.

  We intend to leverage this Eco-Friendly Data Center accreditation to continue promoting cloud computing to SMEs and various other companies, while adapting to hybrid or multi-cloud frameworks that combine our cloud services with major public cloud platforms, in order to provide customers with the optimum level of cloud computing integration.

[REFERENCE]
Eco-Friendly Data Center Accreditation System
  Please refer to the following website of the Tokyo Metropolitan Government Bureau of Environment (Japanese only):
  https://www.kankyo.metro.tokyo.jp/climate/large_scale/dc.html

Project to Encourage Tokyo SMEs Towards Energy Efficiency by Promoting Cloud Computing
  Please refer to the following website of the Tokyo Metropolitan Government Bureau of Environment (Japanese only):
  http://www.kankyo.metro.tokyo.jp/climate/businesses/cloud27.html

Details and application procedures regarding the Project to Encourage Tokyo SMEs Towards Energy Efficiency by Promoting Cloud Computing, etc.
  Please refer to the following website of the Tokyo Environmental Public Service Corporation (Tokyo Metropolitan Center for Climate Change Actions; commonly known as "Cool Net Tokyo") (Japanese only):
  http://www.tokyo-co2down.jp/subsidy/cloud/

* Names of companies, products, services, logos, etc. are trademarks or registered trade names of the relevant companies.

[For enquiries regarding the service]

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