



April 18, 2019

To whom it may concern

TOKAI Holdings Corporation Katsuhiko Tokita, President & CEO (Code No. 3167 Tokyo Stock Exchange First Section)

Launch of Electronic Data Interchange (EDI) Service "JFT – LGWAN" to Municipalities Nationwide

- Realization of Safe and Easy Data File Interchange Between LGWAN and Public Lines -

TOKAI Holdings Corporation is pleased to announce that TOKAI Communications Corporation (hereinafter "TOKAI COM"), our 100% subsidiary, will launch "JFT-LGWAN", an electronic data interchange (EDI) service, to municipalities who are compatible with the Local Government Wide Area Network (hereinafter "LGWAN") as per the attached.

JFT-LGWAN is a service which saves the trouble necessary to secure the security of LGWAN and reduces security risks upon data file interchange when electronic data such as account transfer files are transmitted and received among general companies (financial institutions, etc.) and administrative agencies (municipalities, etc.). Through such, reduction of work load and improvement of business efficiency in municipalities will be realized.

For details on the service, please see the attached press release of TOKAI COM.

Based on previous abundant experience in the development and application of ICT solutions, TOKAI COM will provide comprehensive ICT solutions utilizing Group's data centers and wide area fiber optic networks by leveraging its technologies and expertise gained over many years as a system integrator.

*1 LGWAN

LGWAN refers to the Local Government Wide Area Network operated by Japan Agency for Local Authority Information Systems (J-LIS). It is an administrative-dedicated network maintaining high security, interconnecting networks within organizations of local authorities. Its aim is to smooth communication among local authorities and advance usage of information through information sharing.

Contact: Yoshihiro Taniguchi

Public Relations and Investor Relations Office

TEL: +81-(0)3-5404-2891

Email: overseas IR@tokaigroup.co.jp





To whom it may concern

TOKAI Communications Corporation

Launch of EDI Service "JFT-LGWAN" to Municipalities

- Realization of Secure Firm Banking on LGWAN and Reduction of Work Load of Municipalities -

TOKAI Communications Corporation (President and Representative Director: Yasuhiro Fukuda, hereinafter "Company") is pleased to announce that as of April 18, 2019, "JFT-LGWAN", an EDI*2 service compatible with the Local Government Wide Area Network (hereinafter "LGWAN*1"), will be launched. JFT-LGWAN is an EDI service where firm banking is securely available on LGWAN (hereinafter "Service"). The Service will realize reduction of work load in municipalities nationwide.

1. Background of Service Provision

With the segregation of LGWAN and internet communication channels, it has been necessary for municipalities taking strong security measures to transfer data between LGWAN connection terminals and external connection terminals including the internet by using portable storage media such as USB memory sticks when sending electronic files including account transfer files to external companies such as financial institutions. JFT-LGWAN, the service to be launched this time, will allow electronic data to be securely transferred to/from external companies on LGWAN with an expectation of work load reduction.

As an LGWAN-ASP Service*3 provider (communication, facility, hosting), the Company has expertise in providing various services including BroadCenter LGWAN Hosting Service, an application service provided on LGWAN. It also has expertise in services targeting municipalities which have been cultivated through construction and operational business of municipality information security in cloud. The new JFT-LGWAN integrates and leverages such expertise, and is regarded as an effort to support municipalities with further enhancement in security and business efficiency.

2. Characteristics of JFT-LGWAN

- (1) Realization of a secure firm banking environment
 Since communication between JFT-LGWAN and external companies are transmitted and received after
 security checks of files are conducted within JFT-LGWAN, firm banking is available in a secure
 environment.
- (2) Unnecessary dedicated facilities for firm banking Previously used dedicated terminals, software, line facilities will not be required by using the Service.
- (3) Reduction of burden applied from using portable storage media and improvement in security Since portable storage media such as USB memory sticks will not be needed, auxiliary business including data transfer via terminals and in-house application for use and virus checks may be eliminated. Furthermore, risk of losing portable storage media and risk of virus infection via such storage media will also be reduced.

3. Service Infrastructure with Abundant Record of Provision

The Service is standardly compatible to many communication protocols and cloud services. Based on "JFT/SaaS", the Company's cloud type EDI (Electronic Data Interchange) service used by many customers

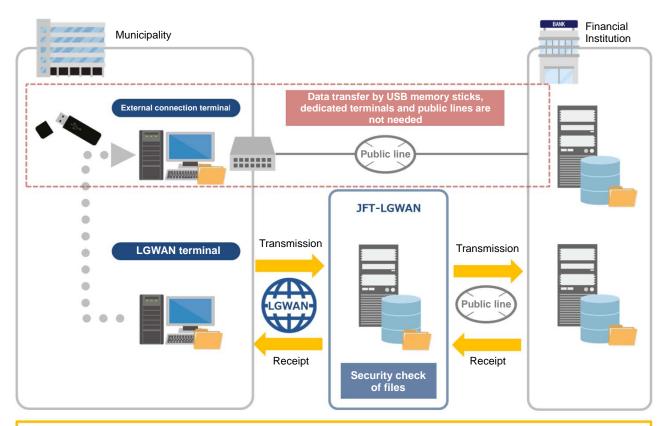
who are involved in manufacturing, distribution, finance, and other businesses, the Service has additional security functions fulfilling registration requirements of LGWAN-ASP.

An EDI expert unit will provide introduction support and secure operation and maintenance of the Service to municipalities who are using LGWAN by leveraging its expertise previously gained from track record of service provision and operation.

4. Offered Price

Price will differ depending on the contents used. For more information, please contact us.

5. Service Image



Realization of seamless firm banking via LGWAN by JFT-LGWAN

6. Registration Details of LGWAN-ASP Service List

Name of service : JFT-LGWAN ASP code : A831033

Outline of service: Electronic data interchange service allowing file exchange on LGWAN with external companies

7. Service Introduction Website

For details on JFT-LGWAN, please see the following website. http://www.jft-edi.jp/lgwan/

*1 LGWAN

LGWAN refers to the Local Government Wide Area Network operated by Japan Agency for Local Authority Information Systems (J-LIS). It is an administrative-dedicated network maintaining high security, interconnecting networks within organizations of local authorities. Its aim is to smooth communication among local authorities and advance usage of information through information sharing.

*2 EDI

EDI is and abbreviation for Electronic Data Interchange and refers to electronic data exchange. It is a system where, through dedicated lines and communication lines, commercial transaction-related business documents in unified standard forms are electronically interchanged between companies via network.

*3 LGWAN-ASP Service

LGWAN-ASP Service is a service which provides various public administration services and its environment (communication, facility, hosting) to staffs of local government users on LGWAN. To be qualified for the LGWAN-ASP Service, application to J-LIS and registration to LGWAN-ASP Service are needed.

* Names of companies, products, services, logos, etc. mentioned herein are trademarks or registered trademarks of their respective owners.

[Inquiries about this press release]

Representative Aida, Central Japan Business Department, Sales Department No. 2,

Corporate Sales Division, TOKAI Communications Corporation

TEL: 054-254-3881

E-Mail: CHUBU-SALES2@tokai-grp.co.jp