



Press Release

February 13<sup>th</sup>, 2018

Forside, Co., Ltd.  
CEO: Masaru Kariya

**Announcement Regarding Commencement of Considering Establishment of New Business Company (providing the latest risk information that uses AI system)**

Our consold subsidiary company Forside Financial, Co., Ltd. (Chuo-ku, Tokyo, CEO: Nobuhiko Izumi) is in process of planning to establish a new business company aiming for supporting technology innovation of banking services and transparent Cryptocurrency exchange services.

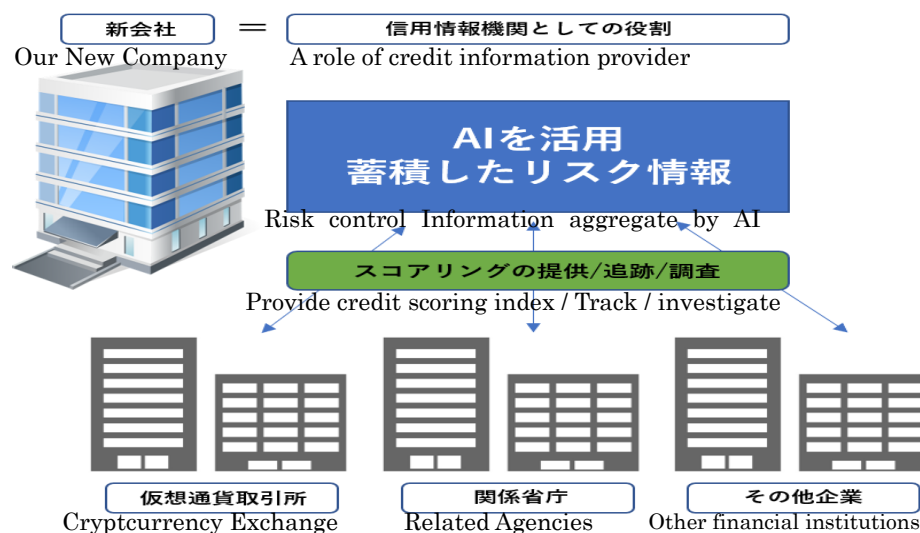
The new company will provide the latest risk information using AI (Artificial Intelligence) to various Fintech related companies, institutions, agencies, and general companies.



犯罪者と知らず取引が行われる可能性がある

Possibilities of executing transactions without knowing criminal back ground

Our new company collects and aggregate wide range of risk information (articles, rumors, SNS, etc...), into unique scoring factors integrated by our AI system. Then the new company will provide the factors to financial companies as a powerful risk management measure prior to initiate new transactions (opening bank accounts). The new company is planning to develop a powerful solution (a cloud-based software which enables to detect, track, and monitor specific companies and payments by using big data analysis of transaction records on blockchain), which supports our clients to efficiently find doubtful transactions of their existing customers.



Features of the service planned by the new company:

- ① Works closely with anti financial crime solutions for AML (Anti Money Laundering) and KYC (Know Your Customer)
- ② Enhances credibility and safety of transactions at cryptocurrency exchange.  
By utilizing its function to confirm wallet location of each client, users are able to strengthen safety of transactions and protection for the clients.
- ③ Detects doubtful cryptocurrency transactions, then initiates necessary actions such as investigations, controlling, and executions.

Due to tightening of privacy regulations, it takes more time and process to collect information of each client. This makes financial institutions require innovative technology to promote efficiency.

Our service offers faster and easier functions of tracking, detecting,

investigating, for all financial institutions and related agencies.

④ Utilizes our information to set safe transaction index for “Smart Contract”

“Smart Contract” is a technical term employed to describe a transaction that either or both closure and execution of a contract is automatically done with computer program.

With utilizing our service, users can execute security value calculations, and trace transfer of rights. At the same time this automatic process enables our customers to save costs and to enhance reliability of executions.

We are confident that our service, focusing on Fintech, offers more competitive and demanded solution than other existing similar information providing services. Upon the establishment of our new company, we will make an official introduction to our investors who are interested in our new service.

We are aiming for making a great contribution to the innovation of better and safer cryptocurrency transaction system. We will be always maintaining our transparency as an information provider.

Lastly, we will make an necessary announcement of updates to our investors and partners accordingly for earliest service launch.

**[About Forside Financial Service (<http://www.forsidefs.co.jp/>) ]**

(1)	Company Name	Forside Financia, Co., Ltd. (100% subsidiary company of Forside)
(2)	Office Location	1-5-15 Muromachi, Nihonbashi, Chuo-ku, Tokyo
(3)	C E O	Nobuhiko Izumi
(4)	Description of Business	Financial Business
(5)	Capital	JPY 50,000,000

**【Media Contact】**

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