



Press Release

QUADRAC Co., Ltd.
SBI Investment Co., Ltd.
INCJ, Ltd.

**High-speed settlement and authentication technology MaaS provider
QUADRAC Co., Ltd. completes JPY 1.2B fundraising round**

Company will enhance sales promotion of its public transport settlement and authentication server platform, Q-CORE, and promote shift to cashless in transport sector

Tokyo, July 13, 2020 — QUADRAC Co., Ltd. (“QUADRAC”) announced that it has recently completed a funding round of approx. JPY 1.2 billion from SBI Investment Co., Ltd. and INCJ, Ltd., (“INCJ”), and others.

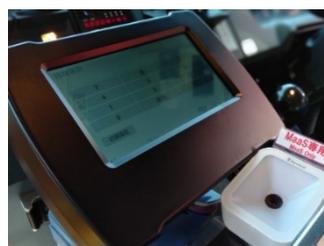
The concept of MaaS (Mobility as a Service), which refers to the provision of transportation as a service, is now widespread in the transportation field, and infrastructure development is underway in many places to make people's mobility more comfortable and convenient. In Japan, activities for the social implementation of MaaS are intensifying, but there are many issues to be addressed, such as how to achieve a comprehensive record of movement data and its utilization, and how to implement various payment methods, including those for inbound travelers from overseas.

QUADRAC has been developing its settlement and authentication server platform, Q-CORE, with the aim of promoting its adoption in public transport ticketing, and has now achieved levels of high-speed processing power and security that enables its compatibility with Japan's railway ticket gates. In March 2020, Q-CORE was introduced to the Okinawa Urban Monorail Line's ticket gate processing system, and while OKICA, the Okinawa's electronic transportation ticket continues to be available in the ticket gate system, a new thin-client system was added to realize the use of Suica and other IC tickets that can be used interchangeably throughout the country.

【Q-CORE】



【QR Settlement/Authentication Terminal】



QUADRAC

In addition, we have launched a transportation cloud center that utilizes our thin-client technology, such as Q-CORE, and have begun to offer settlement and authentication functions at the time of boarding and alighting as a service to transportation operators in various locations. Through this service, we aim to make cashless payment of public transportation fares and lower costs a reality. Since February 2020, as a demonstration project, QUADRAC has provided cloud center support for QR code settlement and authentication functions in MaaS projects managed by WILLER, Inc. in the Tango district of Kyoto. In April 2020, QUADRAC's transport cloud service was adopted by Fukuoka City for use in its 'Tourism and transport tech demonstration experiment full support project'.

Use of funds

This funding will be used for recruitment and development in various areas in order to expand sales of QUADRAC's settlement and authentication server platform Q-CORE, advance provision of its settlement and authentication infrastructure service for transport facilities.

QUADRAC will continue to promote the realization of a cashless society and development of MaaS to make lives more convenient and comfortable through its settlement and authentication technologies.

Comment from QUADRAC Co., Ltd. President and CEO, Masayuki Takada

We are honored to be able to raise funds for Q-CORE, which will enable us to realize our vision of a cashless transportation sector. We will continue to expand our business and contribute to the implementation of MaaS in Japan and abroad to increase our corporate value.

<Comment from Series C Round Underwriters>

Comment from Yoshitaka Kitao, Representative Director, President & CEO, SBI Investment Co., Ltd.

QUADRAC's settlement and authentication technologies have a potential to be used as highly customer-friendly financial services not only in transportation infrastructure but also in a variety of other fields. We expect that these technologies will contribute to the development of new industries and the reduction of social costs through achieving a cashless society, and at the same time, it will be a catalyst to create dynamic growth opportunities for rural areas in Japan.

Comment from Toshiyuki Shiga, CEO, INCJ, Ltd.,

Amid demand for data integration and payment method unification in the MaaS market, we



anticipate that QUADRAC's settlement and authentication technology will play a major role in promoting MaaS in the transportation sector and in accelerating the introduction and use of cashless payments in Japan.

About QUADRAC Co., Ltd.

QUADRAC Co., Ltd. is a venture company specializing in settlement and authentication technology. QUADRAC provides settlement and authentication solutions and services using its flagship thin-client processing technology. It provides settlement functions for the transportation sector and authentication functions for the MaaS (Mobility-as-a-Service) market as infrastructure services. QUADRAC aims to contribute to the realization of a cashless society and improve user convenience, including for overseas visitors to Japan.

<http://www.quadrac.co.jp/en-index>

About SBI Investment Co., Ltd.

SBI Investment Co., Ltd. (established in June 1996) operates the core business in the Asset Management Business of the SBI Group, and we are responsible for the operation and management of venture capital funds under the management philosophy to become the leading company in the creation and incubation of core industries of the 21st century as a "new industry creator".

Our main fields of investment are growing fields including IT, bio/life science, environment /energy, and currently expanding into the Fintech, AI and Blockchain field.

<http://www.sbinvestment.co.jp/>

About INCJ, Ltd.

INCJ, Ltd. was established in September 2018 via company split from Innovation Network Corporation of Japan (INCJ). INCJ was established in July 2009 with the aim of overcoming boundaries between companies and industries, creating and nurturing key industries via open innovation for the prosperity of future generations. Following revisions to its governing law—the Industrial Competitiveness Enhancement Act—the continuing company changed its name to Japan Investment Corporation (JIC) and began new activities. INCJ, Ltd. is mandated until March 2025 to pursue the activities of the original Innovation Network Corporation of Japan, engaging in "Value Up" initiatives at portfolio companies, making additional and milestone investments, and developing exit strategies from investments in portfolio companies.

URL: <http://www.incj.co.jp/english/>

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