Press Release



September 21, 2017

Company Name: WirelessGate, Inc. (Code 9419: TSE First Section) Location: 5F Tennozu Yusen Bldg., 2-2-20 Higashi Shinagawa, Shinagawa-ku, Tokyo Representative: Takehiro Ikeda, Founder and CEO Inquiries: Naoki Sunaga, CIRO and Member of the Board, Corporate Officer, Head of Investor Relations Department (Phone: 03-6433-2045)

WirelessGate Consolidated Subsidiary and VAIO Corporation Jointly Develop Security Solution utilizing LTE over Wi-Fi Technology

WirelessGate, Inc. (Head Office: Shinagawa-ku, Tokyo; Founder and CEO: Takehiro Ikeda; hereinafter "WirelessGate"), a wireless broadband service provider, is pleased to announce that its subsidiary LTE-X, Inc. (hereinafter "LTE-X") has entered into a business alliance with VAIO Corporation (Head Office: Azumino-shi, Nagano; Representative Director: Hidetoshi Yoshida; hereinafter "VAIO") with the aim of jointly developing and providing a security solution (hereinafter "the solution") utilizing the LTE over Wi-Fi (*) technology possessed by LTE-X. Moreover, to reinforce the initiative, VAIO will consider investing in LTE-X in the future.

Today, VAIO announced **four new models**, the **11.6-inch VAIO® S11** and **VAIO® Pro PF**, and the **13.3-inch VAIO® S13** and **VAIO® Pro PG**. These new products aim to create a comfortable online experience anywhere. To achieve a safe and secure network connection under all network environments including LTE and Wi-Fi, the solution is slated to be supported in VAIO PCs, including these four models, as well as in the VAIO® Phone A. VAIO will receive support from LTE-X as the manufacturer of the only "Official Certified Devices." In addition, as an official partner, moving forward VAIO will continue to jointly develop services offering convenience and high added value by utilizing LTE over Wi-Fi, including seamless integration with various cloud services.

(*) LTE over Wi-Fi:

LTE over Wi-Fi is a technology that allows the use of various functions offered by LTE networks such as terminal authentication by superimposing the LTE protocol over a Wi-Fi network. LTE-X was the first in the world to commercialize this technology, which can be used over other IP networks in addition to Wi-Fi networks.

About LTE-X, Inc.

LTE-X is a joint venture established in September 2016 by WirelessGate and Mobile Internet Capital, Inc. (Head Office: Minato-ku, Tokyo; President and CEO: Takashi Yamanaka). The company has led the world in developing and commercializing LTE over Wi-Fi to deliver a secure, high-speed and high-capacity communication platform, and provides high value-added services that support IoT.

About VAIO Corporation

VAIO was established on July 1, 2014 when Sony Corporation spun off its PC business. With its headquarters and manufacturing site in Azumino-shi, Nagano Prefecture, VAIO engages in planning, design, development, manufacturing and sales through its PC and consignment (EMS) businesses, and also provides related services.

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 [&]quot;VAIO" and VAIO are registered trademarks of Sony Corporation.

^{*} Any other company names and the names or products or services described herein are the registered trademarks or trademarks of their respective companies.

Future Prospects

While the effect of this release on WirelessGate's consolidated financial results for the year ending December 2017 is at present limited, any impact on WirelessGate's consolidated earnings estimates due to future progress in the business, orders from major clients and so on will be swiftly disclosed going forward.

WirelessGate aims to provide a wireless broadband environment that anyone can use comfortably by using communications services it provides as an aggregator (integrated wireless carrier). With a goal of empowering Japanese industries with IoT provided through LTE-X, it will expand its services to make secure, high-speed and large-capacity IoT platforms widely available, thereby helping Japan to lead the world again in many industries.

(Reference) Consolidated earnings forecast for the current year (announced on August 3, 2017) and the results of the previous consolidated fiscal year

	Consolidated	Consolidated	Consolidated	Net income attributable
	net sales	operating profit	ordinary profit	to owners of the parent
Consolidated earnings				
forecast of the current year	13,097 million yen	819 million yen	683 million yen	415 million yen
(December 2017)				
Consolidated performance of				
the previous fiscal year	12,239 million yen	1,250 million yen	1,098 million yen	693 million yen
(December 2016)				