

News Release

July 23, 2015

INTAGE TECHNOSPHERE Inc.

**INTAGE TECHNOSPHERE Enters Capital/Business Alliance with
XCompass Intelligence:
Strengthened Partnership in Corporate Services Business Utilizing
AI-Driven Data Processing Technology**

INTAGE TECHNOSPHERE Inc. (Head Office: Nishitokyo-shi, Tokyo; President: Shigemi Sugawa; “ITSP”) announced today that it has entered a capital and business alliance with XCompass Intelligence Ltd. (Head Office: Minato-ku, Tokyo; President: Akira Sato; “XC Intelligence”) for a corporate services business utilizing AI-driven data processing technology.

Background and Purpose of the Alliance

Day after day, vast amounts of data are stored online. How can this data be collected? And how can companies integrate it with their own data and exploit it? A variety of companies are currently engaged in the trial-and-error process of testing concrete tactics to address these challenges.

Against this backdrop, ITSP has made progress in building “data utilization platforms” to serve as system infrastructure for the collection, storage, and integration of huge varieties of data, in addition to examining the application of AI-driven data processing technology to large and diverse data sets.

Since forming a business partnership, ITSP and XCompass Ltd.^{*1} have worked together to provide corporate services utilizing AI-driven data processing technology. ITSP has now acquired a stake in XCompass Intelligence Ltd. to further strengthen the two companies’ partnership in the AI business. Based on this alliance, ITSP will roll out a corporate services business that proactively applies AI-driven data processing technology to business challenges faced by its corporate clients, verifies the effectiveness of those solutions, and implements as well as operates AI-driven data processing systems.

ITSP is also a proponent of XC Intelligence’s concept for an IX (Intelligence eXchange) platform^{*2}. Both companies will harness their respective assets and technologies to create a new market distributing trained neural networks (NNWs)^{*3}. Through these endeavors, ITSP intends to employ trained NNWs to resolve challenges in a variety of fields and support ordinary citizens in the future.

*¹ XCompass Ltd. underwent a corporate spin-off on April 10 and transferred its AI business division to XCompass Intelligence Ltd.

*² IX (Intelligence eXchange): a platform aimed at allowing anyone to easily use neural networks (NNWs).

*³ Neural network (NNW): an information processing model created on the basis of biological neural network

Overview of XCompass Intelligence Ltd. <http://www.xcompass.com/>

Name	XCompass Intelligence Ltd.
Location	7 th Floor, NBC Mita Bldg., 5-29-18 Shiba, Minato-ku, Tokyo
Established	April 10, 2015
Capital	19.5 million yen (wholly owned by XCompass Ltd.)
President	Akira Sato
Business	R&D of analytical engines utilizing AI-driven data processing technology (including Deep Learning) Modeling and data analysis using AI-driven data processing technology for corporate clients Implementation of a concept for an AI-driven data processing platform aimed at application of trained neural networks

Overview of INTAGE TECHNOSPHERE Inc. <http://www.intage-technosphere.co.jp/>

Name	INTAGE TECHNOSPHERE Inc.
Location	2-14-11 Yatocho, Nishitokyo-shi, Tokyo
Established	April 1, 2014
Capital	400 million yen (wholly owned by INTAGE HOLDINGS Inc.)
President	Shigemi Sugawa
Business	System integration, provision of IT infrastructure/systems, and ancillary business

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