



October 1, 2019

**AUTOBACS Announces Acquisition of Shares in AUTOSTARS Ltd.  
(Its Conversion into a Subsidiary)**

(Translation of major points of Japanese release)

October 1, 2019 (Tokyo, Japan) — AUTOBACS SEVEN Co., Ltd. (“the Company”, Representative Director and CEO: Kiomi Kobayashi ) announces today, to acquire all share of its franchise company, AUTOSTARS Ltd.(“AUTOSTARS”), and take over the business as its wholly owned subsidiary. Details are as follows:

**1. Reason for the acquisition of shares**

The AUTOBACS Group is developing a variety of measures with the aim of increasing the earnings of the AUTOBACS Business. As part of these efforts, the Company has decided to optimize the store management systems in the Kumamoto areas and reinforce area competitiveness and management efficiency.

**2. Outline of the acquisition of shares**

The Company acquired shares of AUTOSTARS and made the company its Consolidated subsidiary on November 1, 2019.

**3. Overview of AUTOSTARS Ltd.**

As September 30, 2019

(1) Company name:	AUTOSTARS Ltd.	
(2) Location:	Kumamoto city, kumamoto	
(3) Representative:	Toshiaki Teshima	
(4) Line of business:	Retail of car goods and services (Operation of 8 AUTOBACS stores)	
(5) Capital:	JPY 15 million	
(6) Established:	December 1986	
(7) Major shareholder:	Toshiaki Teshima 100%	
(8) Present relationship between AUTOSTARS and the Company:	Capital relationship	No relevant items
	Personnel relationship	No relevant items
	Business relationship	AUTOSTARS and the Company have concluded AUTOBACS franchise agreement, Super AUTOBACS franchise agreement, AUTOBACS CARS franchise basic agreement, AUTOBACS CARS franchise agreement and merchandise sale and purchase agreement.

4. Status of shares acquired and shares owned before and after the acquisition

(1) Number of shares owned before the change	0 shares (Number of voting rights: 0) (Ownership: 0%)
(2) Number of shares acquired	250 shares (Number of voting rights: 250) (Ownership: 83.3%)
(3) Number of shares owned after the change	250 shares (Number of voting rights: 250) (Ownership: 83.3%)

5. Scheduled dates (planned)

(1) Date of decision	October 1, 2019
(2) Date of store transfer agreement	October 1, 2019
(3) Date of transfer	November 1, 2019

6. Future outlook

The scheduled transfer of the said stores will have no significant impact on the Company's consolidated business results for the current fiscal year.

(Reference)

The relevant subsidiary will change its trade name subject to the approval of the extraordinary general meeting of shareholders to be held on November 1, 2019. Details are as follows.

Description of the new subsidiary after the change (plan)

Company name	KUMAMOTO AUTOBACS Co., Ltd
Location	Kumamoto city, Kumamoto
Representative	President : Masayoshi Kaneko
Line of business	Retail of car goods and services (Operation of 8 AUTOBACS stores)
Capital	JPY 15 million yen
Settlement date	March 31
Major shareholder	Autobacs Seven Co., Ltd 83.3%

Disclaimer: Please note that this document is a summary translation of the Japanese press release and prepared for reference purposes only. We do not assure the correctness or completeness of this summary translation. Please note that this summary translation may be amended without notice, or be pulled from our website for such amendment purpose, etc., at our own discretion.