

May 19, 2020

**AUTOBACS SEVEN Announces  
Recording of Extraordinary Loss and Revision of Financial Forecasts**

(Translation of major points of Japanese release)

May 19, 2020 (Tokyo, Japan) – AUTOBACS SEVEN Co., Ltd. (the “Company,” Representative Director and CEO: Kiomi Kobayashi) today announced the occurrence of an extraordinary loss for the fiscal year ended March 31, 2020, and the revision of its performance forecasts that were announced on May 8, 2019. Details are as follows:

**1. Recording of extraordinary loss (impairment loss)**

The Company has recorded a 1,950 million yen impairment loss as part of the extraordinary loss for the fiscal year ended March 31, 2020, based on an examination of the future recoverability of fixed assets at certain stores owned by the Company in accordance with the Accounting Standard for Impairment of Fixed Assets.

**2. Revision of consolidated forecast for the fiscal year ended March 31, 2020 (from April 1, 2019 to March 31, 2020)**

	Net Sales	Operating Income	Ordinary Income	Profit Attributable to Owners of Parent	Net Income per Share
	million yen	million yen	million yen	million yen	yen
Previously announced forecast (A)	223,000	8,000	8,700	5,800	71.65
Revised forecast (B)	221,400	7,500	8,000	3,700	46.29
Amount of change (B - A)	(1,600)	(500)	(700)	(2,100)	—
Percentage change (%)	(0.7)	(6.3)	(8.0)	(36.2)	—
(Reference) Results for the previous fiscal year (April 1, 2018 to March 31, 2019)	213,840	7,478	8,203	5,485	66.58

Note: A figure in ( ) indicates a loss or a negative figure.

**3. Reasons for the revision of the full-year consolidated business results forecast**

Regarding the fiscal year ended March 31, 2020, overall business results remained strong up to the third quarter period. However, business during the fourth quarter was challenged by the warm winter resulting in poor sales of winter goods, a drop in the number of customers visiting stores amid the spread of the COVID-19 coronavirus and the posting of an impairment loss as stated in 1. Recording of extraordinary loss above. Consequently, it is estimated that the business results for the fiscal year under review have fallen short of the previous forecasts in terms of net sales, operating income, ordinary income, and profit.

\*The above forecasts are based on information available to the Company as of the announcement date. Going forward, the actual business results may differ from these forecast performance figures depending on various factors.

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