

March 25, 2025

**AUTOBACS SEVEN Announces Company Split
(Simplified Absorption-type Company Split)**

AUTOBACS SEVEN Co., Ltd. (the “Company,” Representative Director & Chief Executive Officer: Yugo Horii) announces that it has resolved today to transfer the operations concerning the sales, leasing and management of real estate such as the AUTOBACS stores and the garage houses to AUTOBACS PROPERTY DEVELOPMENTZ Co., Ltd. (hereinafter “PROPERTY DEVELOPMENTZ”), a wholly-owned subsidiary of the Company, which is scheduled to be established on April 1, 2025, through a company split (hereinafter the “Company Split”). The Company Split is scheduled to be effective on July 1, 2025.

Since the Company Split is a simplified absorption-type company split in which a wholly-owned subsidiary is the successor company, certain details and content have been omitted.

1. Purpose of the Company Split

Under the strategy of the 2024 Medium-term Business Plan “Accelerating Towards Excellence,” the AUTOBACS Group has been promoting the reconstruction of its business portfolio through company spin-offs with the aim of accelerating decision-making and realizing efficient business management.

The purpose of the Company Split is to achieve faster and more flexible business operations, expand the Group’s real estate business, and improve the efficiency of Group management by splitting the real estate business and consolidating the assets and rights related to that business owned by the Company in the new company.

2. Outline of the Company Split**I. Schedule for the Company Split**

| | |
|---|-------------------------|
| Date of resolution on the Company Split | March 25, 2025 |
| Date of establishment of the subsidiary | April 1, 2025 (planned) |
| Date of conclusion of the company split agreement | Late May 2025 (planned) |
| Effective date of the Company Split | July 1, 2025 (planned) |

* For the Company, the Company Split is a simplified absorption-type company split as defined in Article 784, Paragraph 2 of the Companies Act, and for PROPERTY DEVELOPMENTZ, it is a short-form absorption-type company split as defined in Article 796, Paragraph 1 of the same Act. Therefore, it has been conducted without approval at a general meeting of shareholders.

II. Method of the Company Split

The Company Split is an absorption-type company split in which the Company is the splitting company and PROPERTY DEVELOPMENTZ is the succeeding company.

III. Details of allotment related to the Company Split

Since the Company Split is by and between the Company and its wholly-owned subsidiary, neither money nor any other assets will be provided in conjunction with the Company Split.

IV. Handling of stock acquisition rights and bonds with stock acquisition rights of the splitting company

The Company has not issued any stock acquisition rights or bonds with stock acquisition rights.

V. Increase/decrease in share capital as a result of the Company Split

There will be no change in share capital as a result of the Company Split.

VI. Rights and obligations to be succeeded by succeeding company

PROPERTY DEVELOPMENTZ will take over the assets, liabilities and the rights and obligations related to the business held by the Company, which are set forth in the absorption-type split agreement.

VII. Prospect of fulfillment of obligations

The Company has judged that there will be no issue with the prospects for fulfillment of the obligations that will be borne by the Company and PROPERTY DEVELOPMENTZ.

3. Overview of the companies involved in the Company Split

| | Splitting company (As of March 31, 2024) | Succeeding company (Scheduled for April 1, 2025) |
|---|--|--|
| (1) Name | AUTOBACS SEVEN Co., Ltd. | AUTOBACS PROPERTY DEVELOPMENTZ Co., Ltd. |
| (2) Location | 5-6-52 Toyosu, Koto-ku, Tokyo | 5-6-52 Toyosu, Koto-ku, Tokyo |
| (3) Representative | Yugo Horii, Representative Director & Chief Executive Office | Yugo Horii, Representative Director and Chairman Masaru Sasaki, Representative Director and President |
| (4) Business activities | Wholesale and retail of automotive goods and services, statutory safety inspections, sale of vehicles, body repairing & painting, etc. | Real estate sales, leasing and management, etc. |
| (5) Share capital | 33,998 million yen | 100 million yen |
| (6) Establishment | August 12, 1948 | April 1, 2025 (planned) |
| (7) Total number of shares issued | 82,050,105 shares | 2,000 shares (planned) |
| (8) Fiscal year-end | March 31 | March 31 |
| (9) Major shareholders and shareholding ratio | The Master Trust Bank of Japan, Ltd. (Trust Account) 10.89% Sumino Holdings, Ltd. 5.43% The Yuumi Memorial Foundation for Home Health Care 5.11% Custody Bank of Japan, Ltd. (Trust Account) 4.52% K Holdings, Ltd. 3.52% The Master Trust Bank of Japan, Ltd. (Retail Trust Account 820079252) 2.30% Foreman Kyoei, Ltd. 1.99% Hiroshi Sumino 1.77% STATE STREET BANK WEST CLIENT-TREATY 505234 1.47% Live Field Co., Ltd. 1.28% | AUTOBACS SEVEN Co., Ltd. 100% |
| (10) Financial conditions and business results for the most recent fiscal year (Millions of yen unless otherwise specified) | | |
| Fiscal year | Year ended March 31, 2024 | — |
| Net assets | 129,152 | — |
| Total assets | 194,948 | — |
| Net assets per share (yen) | 1,652.71 | — |
| Net sales | 229,856 | — |
| Operating profit | 8,010 | — |
| Ordinary profit | 8,093 | — |
| Profit attributable to owners of parent | 6,355 | — |
| Profit per share (yen) | 81.52 | — |



4. Outline of businesses to be split

I. Description of business of division to be split

Sales, leasing and management of real estate such as the AUTOBACS stores and the garage houses.

II. Operating results of division to be split

Net sales: 46 million yen (Fiscal year ended March 31, 2024)

III. Amounts of assets and liabilities to be split

| Assets | | Liabilities | |
|--------------------|-----------------|-------------------------|---------|
| Items | Amounts | Items | Amounts |
| Current assets | 3 million yen | Current liabilities | 0 yen |
| Non-current assets | 890 million yen | Non-current liabilities | 0 yen |

* The amounts above are estimates calculated based on the balance sheet as of February 28, 2025. The actual amounts of assets and liabilities to be split will be determined after adjusting any increase or decrease up to the effective date.

5. Status after the Company Split

There will be no change to the Company's name, location, name and title of representative, business, share capital or fiscal year-end as a result of the company split.

6. Future outlook

The effect of the Company Split on the Company's consolidated financial results will be minor.

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