



September 16, 2016

AUTOBACS SEVEN Announces Capital and Business Alliance with a Malaysia Company

September 16, 2016 (Tokyo, Japan) — AUTOBACS SEVEN Co., Ltd. (“the Company,” Representative Director and CEO: Kiomi Kobayashi) announced that it has reached an agreement and signed to related documents to enter into a capital and business alliance with Kit Loong Group in Malaysia.

1. Purpose of the capital and business tie-up

Since the economy of the Malaysia is growing rapidly and the number of cars is rising, the Company considered there is a large potential in the retail and wholesale of automotive related goods and services, and decided to enter into these business fields through an alliance with Kit Loong Group, which is the largest scale of wholesaler of tires and fixtures for automobile maintenance in Malaysia. This alliance is one of the initiatives for the Company’s overseas business expansion.

In the ASEAN region, the AUTOBACS Group operates three stores in Singapore, eight in Thailand, five in Malaysia and two in Indonesia since its first opening in Singapore in 1995.

2. Contents of the capital and business tie-up

The Company acquires 20.00% of the share of Kit Loong Tayaria Sdn. Bhd.(‘Kit Loong Tayaria’). Through this alliance, it is expected for the Company to be supplied products from Kit Loong Tayaria to the Company’s store in Malaysia, and to supply products such as car accessories and parts to Kit Loong Tayaria.

3. Description of the alliance partner

Company name	Kit Loong Tayaria Sdn. Bhd.(‘Kit Loong Tayaria’)
Location	Suite 816, 8th Floor, Sun Complex, Jalan Bukit Bintang, 55100 Kuala Lumpur, Wilayah Persekutuan, Malaysia
Representative	Chen Chai Guo
Line of business	Wholesale of tires, manufacturing and sales of store fixtures, marketing support for 80 “Tayaria” brand car parts stores, and retail at two “Tayaria” stores
Capital	2 million MYR (50 million yen)
Incorporation	December 28, 1964
Ownership ratio	Kit Loong Holdings Sdn. Bhd. : 51.00% Kim Hai Sdn. Bhd. : 29.00% Sterling Reach Sdn. Bhd. : 5.00% Lee Kok Wah : 5.00% Quah Tze Boon ; 5.00% Chan Weng Keong ; 5.00%



Present relationship between Magnificent'7 and the Company	Capital relationship	No relevant items
	Personnel relationship	No relevant items
	Business relationship	No relevant items
	Related party transactions	Not applicable

4. Impact on forecasts of the Company

The above alliance is not expected to have a material impact on the Company's either consolidated or non-consolidated business results for the current fiscal year ending March 31, 2017.

If the Company presumes any impact on its business results for the fiscal year thereafter, it will include them in its earnings forecasts for the fiscal year ending March 31, 2017.

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