



January 23, 2017

**AUTOBACS announces Transfer of Store Ownership of its Franchisee  
to its Consolidated Subsidiary**

January 23, 2017 (Tokyo, Japan) — AUTOBACS SEVEN Co., Ltd. (“the Company”, Representative Director and CEO: Kiomi Kobayashi ) announces today that its consolidated subsidiary, AUTOBACS FUKUOKA Ltd. (“AB FUKUOKA”) is taking over the store ownership of Takubo Co., Ltd. (“Takubo”), a member corporation of the AUTOBACS franchise chain. Details are as follows:

1. Purpose of transfer

AUTOBACS Group is aiming to increase market share and improve store profitability by strengthening its domestic AUTOBACS store business.

As part of the effort, the Company decided to consolidate store ownership in the Saga area, to simplify the operational structure and increase area competitiveness and management efficiency.

2. Outline of the transfer of store ownership

AB FUKUOKA, is taking over the operation on AUTOBACS KARATSU Store and AUTOBACS SAGA-MINAMI BYPASS Store from Takubo, as of March 1, 2017 (scheduled transfer date).

3. Overview of the transferee Company

As of January 23, 2017

(1) Company name:	AUTOBACS FUKUOKA Ltd. (AB FUKUOKA)	
(2) Location:	Onojo City, Fukuoka Prefecture	
(3) Representative:	Takashi Matsuo	
(4) Line of business:	Retail of car goods and services (Operation of eleven AUTOBACS stores)	
(5) Capital:	JPY 100 million	
(6) Established:	May 2009	
(7) Present relationship between AB FUKUOKA and the Company	Capital relationship	The Company holds 100% of all outstanding shares of AB FUKUOKA
	Personnel relationship	An Auditor of AB FUKUOKA has been delegated from the Company
	Business relationship	AB FUKUOKA and the Company have concluded AUTOBACS franchise agreement, AUTOBACS CARS franchise basic agreement, AUTOBACS CARS franchise agreement and merchandise sale and purchase agreement.

4. Overview of the transferor company

As of January 23, 2017

(1) Company name	Takubo Co., Ltd. (Takubo)	
(2) Location	Saga city, Saga Prefecture	
(3) Representative	Katsuaki Takubo	
(4) Line of business	Retail of car goods and services(Operation of two AUTOBACS stores)	
(5) Capital	JPY 20 million	
(6) Established	April 1980	
(7) Present relationship between Takubo and the Company	Capital relationship	No relevant items
	Personnel relationship	No relevant items
	Business relationship	Takubo and the Company have concluded AUTOBACS franchise agreement, AUTOBACS CARS franchise basic agreement, AUTOBACS CARS franchise agreement and merchandise sale and purchase agreement.
	Third-party relationship	Takubo and the Company have not concluded a third-party relationship.

5. Scheduled transfer date

- (1) Date of decision: January 23, 2017
- (2) Date of agreement: January 23, 2017
- (3) Date of transfer: March 1, 2017

6. Effect on performance

The influence of this transaction on the Company's consolidated financial performance is assumed to be low.

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