

February 22, 2021

To Whom It May Concern

NIPPON EXPRESS CO., LTD.

Notice Concerning the Transfer of Business and Stock of a Consolidated Subsidiary Through an Absorption-Type Company Split

Nippon Express Co., Ltd. has reached an agreement with Magionet Co., Ltd. for a business and stock transfer of Nippon Express business consolidated subsidiary Nittsu Driving School Co., Ltd. (5-15-1 Miyamae, Suginami-ku, Tokyo) via an absorption-type company split.

1. Transaction details

- A. Rights and obligations related to consolidated subsidiary Nittsu Driving School operations arising from the absorption-type company split will be transferred by Nittsu Driving School to Suginami Driving School Co., Ltd. (5-15-1 Miyamae, Suginami-ku, Tokyo), newly established by Nippon Express for the purpose of succeeding the business related to this transaction.
- B. Simultaneously, all stock of Suginami Driving School will be transferred to Magionet Co., Ltd.

2. Reasons for the transaction

Nippon Express is striving to improve corporate value as we pursue the growth strategy for core businesses and strategy to enhance domestic businesses in Japan, as described in the *Nippon Express Group Business Plan 2023 ~“Dynamic Growth”~*. This plan outlines the Nippon Express long-term vision to continue to grow as a logistics company with a strong presence in the global market. To this end, and from the perspective of generating synergies among group companies in relation to the group's core logistics business and raising the value of the group as a whole, the Nippon Express Group is pursuing a course of selection and focus to strengthen profitability further.

Considering synergies within the Nippon Express Group, the group has entered into this transaction, judging that the transfer and subsequent addition of the business as a member of the Magionet Group, an expert in operations of the group's core driving school business that operates seven locations throughout Japan, will lead to further growth of the Magionet Group and improved corporate value, as well as the development of the Magionet Group's driving school business.

3. Overview of consolidated subsidiary

A. Nittsu Driving School

(1)	Company name	Nittsu Driving School Co., Ltd.
(2)	Head office	5-15-1 Miyamae, Suginami-ku, Tokyo, 168-0081, Japan
(3)	Established	August 1961
(4)	Capital	100 million yen (100% owned by Nippon Express)
(5)	Offices	Tokyo
(6)	Representative	Kazuhiko Mitoma
(7)	Business lines	Driving school operations, training services for the elderly, course rental services

B. Suginami Driving School

(1)	Company Name	Suginami Driving School Co., Ltd.
(2)	Head office	5-15-1 Miyamae, Suginami-ku, Tokyo, 168-0081, Japan
(3)	Established	February 2021
(4)	Capital	5 million yen (100% owned by Nippon Express)
(5)	Offices	Tokyo
(6)	Representative	Nobuyuki Kurihara
(7)	Business lines	Driving school operations, training services for the elderly, course rental services

4. Stock transferee

(1)	Company Name	Magionet Co., Ltd.
(2)	Head office	Shinjuku Hikari Building 5F, 7F, 5-16-11 Shinjuku, Shinjuku-ku, Tokyo, 160-0022, Japan
(3)	Established	March 1963
(4)	Capital	40 million yen
(5)	Offices	Tokyo, Shizuoka, Aichi, Gifu, Wakayama, Kagoshima, other
(6)	Representative	Yoshitaka Matsumoto
(7)	Business lines	Driving school management, business contracting, and management consulting

5. Nittsu Driving School dissolution and liquidation

Following the transaction, Nittsu Driving School will be dissolved and liquidated.

6. Schedule

(1)	Notice of absorption-type company split	February 26, 2021
(2)	Absorption-type company split and stock transfer	March 31, 2021 (tentative)
(3)	Dissolution of Nittsu Driving School (tentative)	April 2021 (tentative)
(4)	Completion of Nittsu Driving School liquidation (tentative)	July 2021 (tentative)

End