

June17, 2016

To whom it may concern:

Company Name: Laox Co., Ltd.
Representative: Yiwen Luo, President and Representative Director
(Securities code: 8202 TSE2)
Contact: Teruji Yano, Director, General Manager of Administration Division
(TEL 03-6852-8880)

Notice of Foreign Subsidiary Establishment (report of items disclosed after the fact)

The schedule and items that were pending at the time of the “Notice of Foreign Subsidiary Establishment”, issued by Laox Co., Ltd. on January 25, 2016, have now been finalized and are thus disclosed after the fact in the notification that follows. (Note that recently finalized items are underlined.)

1. Purpose of establishment

As per Laox Co., Ltd.’s “Laox to Supply Products to Everrich, Taiwan’s Only Government-authorized Duty-free Shops”, dated December 14, 2015, this business is proceeding not only to deliver premium Japanese goods to customers who visit Japan, but also to customers from around the world who visit Taiwan. In addition, since Taiwan’s geography, culture and customs are similar to those of Japan, with around 3.68 million Taiwanese visitors to Japan in FY2015 (which is at a level behind only Korea and China), Taiwan is also an area in which Laox is strengthening its business in order to increase the appeal of its stores to Taiwanese visitors. Accordingly, a decision has been made to establish a new subsidiary company with the purpose of further strengthening and promoting business activities in Taiwan.

2. Outline of subsidiary company

(1)	Company name	<u>TAIWAN LAOX CO.,LTD</u>
(2)	Address	Taipei, Taiwan
(3)	Name and position of representative	<u>Yiwen Luo, Representative Director</u>
(4)	Business description	Trade, wholesale, retail, etc.
(5)	Capital	<u>288,000,000 TWD</u>
(6)	Date of establishment	<u>June 16, 2016</u>
(7)	Date of business launch	<u>June 16, 2016</u>
(8)	Accounting period	December 31

3. Forecast

At present, this matter is thought likely to have little impact on Laox Co., Ltd.’s results, but prompt notification will be given if there has been impact on results.