



September 22, 2021

Press Release

Company name: Laox Co., LTD.
Representative: Kensaku Iida, President and
Representative Director
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Notice Regarding Establishment of Record Date of Convocation of Extraordinary General Meeting of Shareholders, Holding of Extraordinary General Meeting of Shareholders and Reduction of Amount of Stated Capital (Capital Reduction)

Laox Co., Ltd. (the “Company”) announces that at a meeting of the Board of Directors held on September 22, 2021, it passed a resolution regarding the establishment of a record date for the convocation of an Extraordinary General Meeting of Shareholders (hereinafter called the "Extraordinary General Meeting of Shareholders"), holding of the Extraordinary General Meeting of Shareholders and an agenda for the Extraordinary General Meeting of Shareholders.

1. Record date for the Extraordinary General Meeting of Shareholders

The record date, or a date based on which shareholders entitled to exercise their voting rights at the Extraordinary General Meeting of Shareholders are finalized, shall be Friday, October 15, 2021, and shareholders whose names are listed or recorded in the last register of shareholders as of that date shall be considered as shareholders entitled to exercise their voting rights.

- (1) Record date Friday, October 15, 2021
- (2) Date of public notice Thursday, September 30, 2021
- (3) Method of giving the public notice Via electronic public notice (to be posted on the Company's website)
https://www.laox.co.jp/laox_ir/denshi/

2. Date, venue and agenda of the Extraordinary General Meeting of Shareholders

- (1) Date
 Tuesday, November 30, 2021 at 10 a.m.
- (2) Venue
 Conference Room, Sumitomo Fudosan Shiba-Koen Tower 13F, 2-11-1, Shiba-koen, Minato-ku, Tokyo
- (3) Agenda
 Reduction of the amount of the stated capital

3. Reduction of the amount of capital

(1) Purpose of capital reduction

Because of the globally prolonged impact of COVID-19, tourists visiting Japan from China, a major source of customers of the Domestic Retail Business, continue to be unable to enter the country. Moreover, with the extended absence of any signs of a recovery involving tourists visiting Japan from countries other than China, the Company's business results and business size have been seriously affected.

Taking these circumstances into account, the Company seeks to ensure that its capital policy is implemented in a flexible and timely fashion to facilitate its management strategy with an eye toward the enhancement of corporate value on a medium-term basis.

(2) Outline of capital reduction

Pursuant to provisions in the Paragraph 1 of Article 447 in the Companies Act, the Company will reduce the amount of its stated capital and transfer such reduction to other capital surplus.

① Amount by which the stated capital will be reduced

The Company will decrease its stated capital of 23,000,000,000 yen by 22,900,000,000 yen to 100,000,000 yen.

② Method to be applied for the capital reduction

The Company will implement a capital reduction without compensation, in which only the amount of the stated capital will be reduced without any refund or change in the number of outstanding shares, and will transfer the reduction of 22,900,000,000 yen to other capital surplus in full.

(3) Schedule for the capital reduction (plan)

- ① Date of resolution by the Board of Directors 2021 年 9 月 22 日
- ② Date of public notice for the statement of creditors' objections (plan) September 30, 2021
- ③ Deadline for the statement of creditors' objections (plan) November 1, 2021
- ④ Date of resolution at the Extraordinary General Meeting of Shareholders (plan) November 30, 2021
- ⑤ Effective date of the capital reduction (plan) December 1, 2021

(4) Future outlook

The matter is a transfer of money between different account titles in the net assets section in the balance sheet and results in no change in the amount of the Company's net assets. Consequently, there is no impact on its business results.

The matter is subject to the approval of the submitted agenda at an Extraordinary General Meeting of Shareholders to be held on November 30, 2021.

End