



[Translation]

June 9, 2021

Company Name	Sapporo Holdings Limited
Representative	Masaki Oga President and Representative Director
Stock Code	2501
Listed on	Tokyo Stock Exchange Sapporo Securities Exchange
Inquiries	Tatsuya Komatsu Director of Corporate Planning Department Tel: 81-3-5423-7407

Notice of the Transfer of Fixed Assets Held by a Consolidated Subsidiary and the Posting of a Gain on Sales of Fixed Assets

Sapporo Holdings Limited (the “Company”) hereby announces that the Company at its Board of Directors meeting held today resolved to transfer a portion of fixed assets held by Sapporo Real Estate Co., Ltd. (the “Assets”), as described below.

As a result of the transfer of the Assets, the Company will post a gain on sales of fixed assets.

1. Reason for the Transfer

The Company has decided to transfer the following fixed assets in order to strategically reclassify real estate properties held by Sapporo Real Estate Co., Ltd., for the promotion of our future growth strategy for the real estate business.

2. Overview of the Subsidiary

(1) Company name	Sapporo Real Estate Co., Ltd.
(2) Location	20-3, Ebisu 4-chome, Shibuya-ku, Tokyo, Japan
(3) Position and name of representative	Hiroshi Tokimatsu, President and Representative Director
(4) Outline of businesses	Real estate leasing management, real estate development, hotel management, etc.
(5) Capital	2.08 billion yen

3. Description of the Assets to be transferred

Description and location of the Assets	Current Use
Ebisu First Square 18-14, Ebisu 1-chome, Ebisu, Shibuya-ku, Tokyo Land: 2,616.83 m ² * Building: 15,438.15 m ² (Total floor space)*	Leasing as offices and stores

Note: The transfer price and the book value of the Assets shall remain undisclosed according to the wishes of the transferee. The book value of the Assets is less than 30% of our consolidated net assets as of December 31, 2020.

*The above square meterage of the land and the building is based on the figures stated in the real estate registry.

4. Outline of the transferee

The Assets will be transferred to a domestic company, the name of which shall remain undisclosed based on the confidentiality agreement between Sapporo Real Estate Co., Ltd. and the transferee. There are no capital or human relationships, or special matters, that need to be mentioned in connection with related parties as between the transferee and the Company or Sapporo Real Estate Co., Ltd., or other affiliated companies of the Company.

5. Schedule of the Transfer

(1) Resolution by the Board of Directors	June 9, 2021
(2) Conclude the transfer contract	June 15, 2021 (Scheduled)
(3) Implement the transfer	June 28, 2021 (Scheduled)

6. Impact on business performance and Future Outlook

As a result of the transfer of the Assets, a gain on sales of fixed assets of approximately 22 billion yen is to be posted for the Company's second quarter of the fiscal year ending December 31, 2021. There are no changes to the consolidated forecasts for the fiscal year ending December 31, 2021 announced on February 10, 2021, because the gain on sales of fixed assets has been incorporated to a certain extent into such consolidated earnings forecast.

*Note regarding forward-looking statements, etc.

The above statements concerning the earning forecasts are based on information available to the Company as of the date of the release of this document and are subject to potential risks and uncertainties. Actual results may differ from the stated forecasts figures due to various factors. In the event of the occurrence of material matters requiring disclosure, the Company will promptly announce information concerning their impact upon earnings.

[End of document]