

September 24, 2020

NEWS RELEASE

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(Code number: 9143 TSE 1st Section)
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Notice Regarding Stock Split and Partial Revision of Articles of Incorporation

SG Holdings Co., Ltd. (the “Company”) hereby announces that its Board of Directors have approved the resolution to conduct a stock split and partial revision of Articles of Incorporation in accordance with the stock split today. Details are as follows.

1. Stock Split

(1) Purpose of the stock split

The purpose of the stock split is to further expand the shareholder base and improve the liquidity of the Company’s shares by lowering the amount needed per investment unit.

(2) Overview of the stock split

(i) Method of stock split

Two shares shall be issued for each existing Company’s common stock to shareholders registered or recorded in the final shareholder registry on the record date of Saturday, October 31, 2020. (Actual allocation date is Friday, October 30, 2020, since the shareholder registry administrator is closed to business on the said date.)

(ii) Increase in number of shares resulting from stock split

| | |
|---|----------------------|
| Total number of shares issued before the stock split | 320,197,200 shares |
| Increase in number of shares resulting from the stock split | 320,197,200 shares |
| Total number of shares issued after the stock split | 640,394,400 shares |
| Total number of authorized shares after the stock split | 1,800,000,000 shares |

(iii) Schedule of proposed stock split

| | |
|------------------------------|----------------------------|
| Public notice of record date | Friday, October 16, 2020 |
| Record date | Saturday, October 31, 2020 |
| Effective date | Sunday, November 1, 2020 |

Note: Regarding the record date, the actual allocation date is Friday, October 30, 2020, since the shareholder registry administrator is closed to business on the said date.

(iv) Others

The amount of capital stock will not change as a result of the stock split.

2. Partial Revision of Articles of Incorporation in Accordance with the Stock Split

(1) Reason for the revision

In line with the stock split, pursuant to the Article 184. 2 of the Companies Act of Japan, the Company will revise as of Sunday, November 1, 2020, the total number of authorized shares set by Article 6 in the Articles of Incorporation of the Company.

(2) Details of the revision

Details are as follows.

(Underline shows the revision part)

| Before the revision | After the revision |
|--|--|
| (Total Number of Authorized Shares) Article 6. Total number of authorized shares of the Company shall be <u>900,000,000</u> shares. | (Total Number of Authorized Shares) Article 6. Total number of authorized shares of the Company shall be <u>1,800,000,000</u> shares. |

(3) Schedule

Effective date Sunday, November 1, 2020