

FOR IMMEDIATE RELEASE

August 18, 2020

Company Name: **Leopalace21 Corporation**
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**Notice Concerning Recording Gain on Sale of Investment Securities
in Extraordinary Income**

Leopalace21 Corporation (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the "Company") announces that the Company will record the gain on sale of investment securities as a result of selling a part of the investment securities that the Company holds.

1. Reasons for the sale of the investment securities

The Company intends to make efficient use of the resources that the Company possesses and to aim at reinforcing the financial position.

2. Details of the investment securities

(i) Sold investment securities

Shares in a listed company that the Company held

(ii) Date of sale

Between July 10, 2020 and August 17, 2020

(iii) Gain on sale of the investment securities

958 million yen

3. Earnings forecast and Outlook

The Company will record the gain on sale of investment securities in extraordinary income for the second quarter of the fiscal year ending March 2021.

We are examining the impact including other elements on the consolidated earnings forecast for the fiscal year ending March 2021 and will promptly notify any amendments as soon as they are confirmed to be necessary.

As we will continue to sell the remaining part of the above mentioned investment securities going forward, we will disclose it when the gain or loss on sale is determined.

END