

June 5, 2014

To All persons Concerned

SBS Holdings, Inc.

Singapore subsidiary conducts absorption-type merger of affiliated drayage company

—Promote unification and increased efficiency of management by
integrating and moving to new office—

On June 1, 2014, SBS Logistics Holdings Singapore Pte. Ltd. (President: Naoki Watanabe; hereinafter referred to as “SLHS”), a Singaporean subsidiary of the Company, conducted an absorption-type merger of the drayage freight company GIM GUAN FREIGHT Pte. Ltd. (Singapore; hereinafter referred to as “GGF”), a 100% percent subsidiary of SLHS. In conjunction with the merger, the SLHS and GGF integrated and moved to a new office.



SLHS is a Singaporean subsidiary which fulfills the functions of advancing and overseeing the SBS group's Asia expansion, as well as conducting logistics in Singapore. GGF is a Singaporean corporation which conducts the drayage business (container freight) which was established in 1987. In

January 2014, SLHS acquired all the shares of GGF.



Drayage shipping

This merger integrates SLHS's forwarding business and GGF's drayage business in order to realize synergistic effects such as expanding the business field, reducing costs, improving shipping quality, and acquiring new customers. At the same time, by relocating an SLHS office which had become too small and integrating the GGF Management Division, the move increases administrative efficiency and reduces management costs.



Entrance of new office

As a result of the merger, 35 GGF employees joined SLHS for a total of 48 employees. The new office is conveniently located about 15 minutes by car from Singapore Changi Airport, an international airport. The new office has an area of roughly 370m², which is more than twice the size of the previous office.

Location of new office: No.61 Ubi Avenue 1, #05-10. UB Point Singapore - 408941

Following the merger, GGF will become the Transport Division of SLHS. Within the year, there is a plan to increase the transportation fleets by 14 trailers, as well introducing new tractors and trucks. The scheduled drayage freight capability will

include 14 tractors, 95 trailers and 5 trucks.

In the future, in addition to expanding international freight forwarding and domestic shipping in Singapore, SLHS will consider entering into business such as warehouses and CFS (Container Freight Station). Such expansion will establish SLHS as a logistics corporation offering one-stop solutions for our customers' logistics needs.

Reference

<Overview of SBS Logistics Holdings Singapore Pte. Ltd. (as of June 1, 2014)>

(1) Company Name	SBS Logistics Holdings Singapore Pte. Ltd.
(2) Location	No.61 Ubi Avenue 1, #05-10. UB Point Singapore
(3) Representative	Naoki Watanabe (Chief Operating Officer)
(4) Business Activities	Supervision of Asian region and logistics business (international freight forwarding, domestic shipping)
(5) Capital	1,209.75million yen
(6) Established	October 21, 2005
(7) Major Shareholders and Shareholding Ratio	SBS Holdings, Inc. 100.0%

<Overview of SBS Group>

Company Name: SBS Holdings, Inc. (SBS Group Pure Holding Company)

Established: December 1987

Representative: Masahiko Kamata, Representative Director and President

Listing: Tokyo Stock Exchange, First Section (Stock code)

Location: Olinas Tower, 1-3 Taihei 4-chome, Sumida-ku, Tokyo

Paid-In Capital: ¥3.9billion (as of December 31st, 2013)

Consolidated Net Sales: ¥132.2 billion (as of December 31st, 2013)

No. of Employees (Consolidated): 13,585 (includes 4,662 full-time employees; as of December 31st, 2013)

Business Activities: Logistics business, real estate business, etc.

Group: 23 consolidated subsidiaries (as of December 31st, 2013)

URL: Japanese: <http://www.sbs-group.co.jp> English: <http://www.sbs-group-ir.com>

Inquiries regarding this newsletter

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*The information listed in this document is current as of the issuance date. Afterwards, information may be subject to change without prior notice.