

(Progress of Disclosed Item)**Notice Regarding Assets, etc. Related to Fires at Logistics Facilities of Our Consolidated Subsidiary**

Tokyo, July 8, 2022—SBS Holdings, Inc. would like to apologize once again for the fire that occurred on June 30, 2022 (under controlled on July 5, 2022) at the Ami Logistics Center No. 2 (Location: 6-1 Hoshinosato, Ami-cho, Inashiki-gun, Ibaraki Prefecture), a logistics facility of our consolidated subsidiary SBS Fleck Co., Ltd., as disclosed in the "Notice of Fire" dated July 4, 2022 (only available in Japanese), causing great inconvenience and concern to the neighborhood and many other concerned parties. We announce the status of the assets and insurance coverage at the time of the fire at the Ami Logistics Center No. 2 and the partially damaged the Ami Logistics Center No. 1 adjacent to the facility No. 2 (both hereinafter referred to as "the facilities"), as follows.

1. Assets of the facility and insurance coverage

(1) Type and book value of assets

(Million yen)

Type of assets	Book value
Buildings and structures	4,085
Machinery and equipment	1,838
Tools, furniture and fixtures	19
Total	5,944

Note: This is the book value immediately prior to the fire.

(2) About insurance

We carry the following insurance coverage for fixed assets that have been burned or impaired due to the fire, but the amount of insurance proceeds received has not yet been determined at this time.

(Million yen)

Type	Subject	Payment limit
Fire insurance	Buildings, structures, equipment and fixtures	6,700

2. Impact on business results

During the six months ended September 30, 2022, the Company recorded a fire loss of 4,614 million yen for the book value of the Ami Logistics Center No. 2, which was destroyed or damaged by the fire, and the amount of compensation determined for the destruction or loss of the shipper's goods. Regarding the impact on the consolidated results for the fiscal year ending December 2022, it is difficult to reasonably calculate the timing and amount of additional extraordinary losses at this point due to the ongoing investigation of the fire, and the amount of insurance benefits received for property, plant and equipment that has been destroyed or damaged due to the fire has yet to be determined. We will disclose the impact as soon as it becomes possible to announce it.

(Note) This press release is an English translation of the Japanese version that reflects the corrections made in the August 5, 2022 disclosure of the Japanese version, "(Correction) Partial Correction to the press release titled '(Progress of Disclosed Item) Notice Regarding Assets, etc. Related to Fires at Logistics Facilities of Our Consolidated Subsidiary'". For details, please refer to the original Japanese version.