

Translation: Please note that the following purports to be an accurate and complete translation of the original Japanese version prepared for the convenience of investors. However, in the case of any discrepancy between the translation and the Japanese original, the latter shall prevail.

September 1, 2021

For Immediate Release

Corporate Name   PARK24 CO., LTD.  
Representative   Koichi Nishikawa  
                          President and Representative Director  
Contact           Kenichi Sasaki  
                          Director, Senior Executive Corporate Officer, Senior  
                          General Manager of Corporate Planning Division  
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## Notice of Capital Reduction of Consolidated Subsidiary

PARK24 CO., LTD. ("the Company") offers its deepest condolences to everyone affected by the loss of life caused by the COVID-19 and sincerely hopes for the quick recovery of those who have become infected and those experiencing difficult times due to this pandemic.

The Company has decided to reduce the capital of four consolidated subsidiaries, TIMES24 CO., LTD., TIMES MOBILITY CO., LTD., TIMES SERVICE CO., LTD., and TIMES INNOVATION CAPITAL LLC.

### 1. Purpose of capital reduction

The purpose is to improve the financial health of the Company by cost containment associated with the change in company size.

For FY2021, at the beginning of the current fiscal year, we expected to return to the black in consolidated recurring profit based on the assumption that COVID-19 would gradually subside and improve from the beginning to the end of the fiscal year.

However, in Japan, since January 2021, the state of emergency and the "quasi-emergency" have been intermittently declared in major prefectures and cities, and overseas, although the situation is gradually improving due to the effects of vaccination, lockdowns and restrictions on activities have been re-issued in some countries, and the business environment for the Group remains severe.

As a result, as announced in the "Notice Regarding Differences between Forecast and Actual Results for the First Half of Fiscal Year Ending October 31, 2021 and Revision to Full-Year Results and Dividend Forecasts" released on June 14, 2021, we anticipate to post a consolidated recurring profit loss for the second consecutive fiscal year, and we have decided to implement more in-depth cost containment.

[Reference: Revision to full-year results forecast for FY2021]

	Net sales	Operating profit or loss	Recurring profit or loss	Profit or loss attributable to owners of parent
Previous forecast (A)	Million yen 282,000	Million yen 13,500	Million yen 8,500	Million yen 5,000
Revised forecast (B)	255,000	-3,500	-7,000	-9,500

Change (B – A)	-27,000	-17,000	-15,500	-14,500
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## 2. Overview of consolidated subsidiaries

### TIMES24 CO., LTD.

(1) Name and title of Representative	President and Representative Director Koichi Nishikawa
(2) Address	2-20-4 Nishigotanda , Shinagawa-ku, Tokyo
(3) Capital	2,400 million yen
(4) Business outline	Management of parking
(5) Date of establishment	August 26, 1971
(6) Shareholder composition	PARK24 CO., LTD. 100%

### TIMES MOBILITY CO., LTD.

(1) Title and name of representative	Chairman and Representative Director Koichi Nishikawa President and Representative Director Norifumi Kawakami
(2) Address	2-20-4 Nishigotanda , Shinagawa-ku, Tokyo
(3) Capital	500 million yen
(4) Business outline	Management of Times CAR
(5) Date of establishment	November 8, 1965
(6) Shareholder composition	PARK24 CO., LTD. 100%

### TIMES SERVICE CO., LTD.

(1) Title and name of Representative	Chairman and Representative Director Shingo Kaneko
(2) Address	2-20-4 Nishigotanda , Shinagawa-ku, Tokyo
(3) Capital	300 million yen
(4) Business outline	Operation of parking and vehicles
(5) Date of establishment	May 22, 1992
(6) Shareholder composition	PARK24 CO., LTD. 100%

### TIMES INNOVATION CAPITAL LLC

(1) Title and name of Representative	Officer Performing Duties Kenichi Sasaki
(2) Address	2-20-4 Nishigotanda , Shinagawa-ku, Tokyo
(3) Capital	400 million yen

(4) Business outline	Venture capital
(5) Date of establishment	July 1, 2015
(6) Shareholder composition	PARK24 CO., LTD. 100%

### 3. Details of capital reduction

#### (1) Amount of capital to be reduced

##### ① TIMES24 CO., LTD.

The amount of capital of 2,400 million yen shall be reduced by 2,300 million yen to 100 million yen, and the entire amount of capital to be reduced shall be transferred to other capital surplus.

##### ② TIMES MOBILITY CO., LTD.

The amount of capital of 500 million yen shall be reduced by 400 million yen to 100 million yen, and the entire amount of capital to be reduced shall be transferred to other capital surplus.

##### ③ TIMES SERVICE CO., LTD.

The amount of capital of 300 million yen shall be reduced by 250 million yen to 50 million yen, and the entire amount of capital to be reduced shall be transferred to other capital surplus.

##### ④ TIMES INNOVATION CAPITAL LLC

The amount of capital of 400 million yen shall be reduced by 300 million yen to 100 million yen, and the entire amount of capital to be reduced shall be transferred to other capital surplus.

#### (2) Effective date

All four companies are scheduled to be effective on October 28, 2021.

### 4. Schedule of capital reduction

- |   |                               |
|---|-------------------------------|
| (1) Date of public notice of creditor's objection | September 1, 2021 (scheduled) |
| (2) Last date for creditor's objection            | October 1, 2021 (scheduled)   |
| (3) Effective date of capital reduction           | October 28, 2021 (scheduled)  |

[Note] Only TIMES INNOVATION CAPITAL LLC has set (2) Last date for creditor's objection until October 28.

### 5. Outlook for the future.

The impact on the Company's consolidated results is expected to be minor, but is expected to contribute to cost containment in the future.