

For Immediate Release

Notice Concerning Sale of Fixed Asset and Recording of Extraordinary Income

Tokyo, September 12, 2019 – SATO Holdings Corporation passed a resolution at its Board of Directors' meeting held on September 6, 2019 to sell the following fixed asset.

Fixed asset	Earnings from sale	Current usage
Meguro Knowledge Plaza 1-7-1 Shimomeguro, Meguro-ku, Tokyo Land: 2,843.40 m ² Building: 8,525.00 m ²	11.5 billion yen	Head office building

The company has made the decision to sell the fixed asset described above upon review of its overall assets held to achieve efficiency in its use of business resources and a stronger finance structure, in connection with its head office relocation scheduled for December 2020.

Buyer details

The asset will be sold to a corporation in Japan, but further details cannot be disclosed due to a confidentiality agreement with the buyer. The buyer is not a related party of SATO as there exist no material capital, personnel, or business relationships between the two parties. It has been confirmed that the buyer has no connection to Anti-Social Forces.

Key dates

Board of Directors' resolution date: September 6, 2019

Contract date: October 2019 (planned)

Closing date: December 2020 (planned)

Outlook

The company is expected to record extraordinary income of 11.5 billion yen for the fiscal period ending March 31, 2021.

*The asset's selling price and book value are not disclosed due to a confidentiality agreement with the buyer. Although the selling price has been decided through a tender process, it is a fair reflection of the asset's appraised value (provided by third-party appraiser) and its market value.

*The indicated figure is an approximation derived by deducting the book value and estimated sales expenses/taxes from the selling price.

About SATO

SATO (TOKYO:6287) is a global auto-ID solutions provider for leading manufacturing, logistics, retail, food & beverage, health care companies. With a bottom-up understanding of on-site use applications, SATO tags items with identifiers to improve supply chain flows of tomorrow by solving managerial and operational challenges of today. An industry pioneer with 79 years of expertise and a 5,000+ strong



global workforce in 27 countries, SATO engineers solutions to streamline operations, boost accuracy, support sustainability initiatives, provide assurance and emotional connections, extending value all the way to the consumer. For the fiscal year ending March 31, 2019, it reported revenues of JPY 116,179 million (USD 1.05 billion). More information about SATO can be found at www.satoworldwide.com, [linkedin](#) and [twitter](#).*

**Conversion is based on an average exchange rate of 1 US Dollar = 110.92 Japanese Yen*

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