

December 18, 2020

(Translation)

Dear Sirs or Madams,

Name of Company: SEGA SAMMY HOLDINGS INC.  
 Name of Representative: Haruki Satomi,  
 President and Group COO  
 Representative Director

(Code No. 6460, Tokyo Stock Exchange 1st Section)

Further Inquiry: Yoichi Owaki,  
 Senior Vice President,  
 Executive Officer  
 Managing Director of  
 Finance & Accounting Division  
 (TEL: 03-6864-2400)

### Notice of Transfer of Non-current Assets at Our Consolidated Subsidiary and Recording of Extraordinary Income

SEGA SAMMY HOLDINGS INC. (the Company) hereby notifies that Sammy Corporation (Sammy), a subsidiary of the Company resolved the transfer of non-current assets at Board of Directors meeting held on December 18, 2020 as described below.

#### Description

##### 1. Overview of the subsidiary

(1) Name	Sammy Corporation
(2) Head Office	Sumitomo Fudosan Osaki Garden Tower, 1-1-1 Nishi-Shinagawa, Shinagawa-ku, Tokyo
(3) Job Title and Name of Representative	President and CEO (Representative Director): Haruki Satomi
(4) Description of business	Development, manufacturing, and sales of pachinko, pachislot, arrange-ball, and jankyu machines and etc.
(5) Capital stock	18,221 million yen

##### 2. Reason for transfer

As part of our structural reform, we are reviewing our balance sheet for non-business properties and have decided to transfer the non-current assets below with the aim of securing liquidity on hand and improving asset efficiency.

##### 3. Details of transferred asset

Name of the asset And location	Transfer price *1	Book Value *1	Gain from transfer	Current status
Land (Osaka-shi, Osaka)	—	—	Approx. 15.2 billion yen	Land for lease

\*1 Transfer price and book value are not disclosed as per the request of transferee, but are transferred at appropriate prices reflecting market prices.

#### 4. Overview of the transferee

Transferee of the above transferred asset is a specific purpose company. However, detailed information is undisclosed as per the will of the transferee. There are no noteworthy capital relationships, personal relationships or business relationships between the transferee and the Company, and the transferee is not a related party of the Company.

#### 5. Schedule of transfer

(1) Resolution at Board of Directors meeting	December 18, 2020
(2) Execution of transfer agreement	December 18, 2020
(3) Date of the transfer of property	March 9, 2021 (planned)

#### 6. Forecast

Due to transfer of the above non-current assets, gain on sale of non-current assets of approximately 15.2 billion yen will be recorded as extraordinary income in the consolidated result for 4Q in fiscal year ending March 2021, the period including the schedule date of the transfer of the property. Furthermore, this matter has not been factored into the consolidated operating result forecasts for the year ending March 31, 2021 announced on November 6, 2020.

The consolidated operating result forecasts for fiscal year ending March 2021 is currently under close investigation including other factors, and will be announced promptly if there is a need to amend operating results forecast.

(Reference)

Consolidated operating results forecast for the current fiscal year (Announced on November 6, 2020) and Consolidated operating results for the previous fiscal year

(Millions of yen)

	Consolidated Net Sales	Consolidated Operating Income	Consolidated Ordinary Income	Profit attributable to owners of parent
Consolidated forecasts for the current fiscal year (Fiscal year ending March 2021)	283,000	(1,500)	(5,000)	(24,500)
Consolidated results for the previous fiscal year (Fiscal year ending March 2020)	366,594	27,643	25,296	13,775

\*The operating result forecasts contained in this document are made based on information available as of the date of publication of this document. Actual results may differ from the forecasts due to various factors going forward.

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