

April 14, 2021

Notice of Reduction of Amount of Capital and Capital Reserve
(Reduction of Capital without Compensation)

create restaurants holdings inc. announces at the Board of Directors meeting held today, we have resolved to submit a proposal for a reduction in the amount of capital and capital reserve to the Ordinary General Meeting of Shareholders to be held on May 27, 2021. Details are as follows.

1. Purpose of Reduction of Amount of Capital and Capital Reserve

We will reduce the amount of capital and capital reserves in order to improve the flexibility and mobility of future capital policies, etc.

2. Outline of Reduction in the Amount of Capital

(1) Amount of capital to be reduced

The amount of capital stock of the Company shall be reduced by 962,212,750 yen from 1,012,212,750 yen to 50,000,000 yen.

(2) Method of reduction

The capital reduction shall be without any compensation, and the total number of outstanding shares shall not be changed. The entire amount of capital to be reduced shall be transferred to other capital surplus, in accordance with the provisions of Paragraph 1 of Article 447 of the Companies Act.

3. Outline of Reduction in Amount of Capital Reserve

(1) Amount of capital reserve to be reduced

The amount of capital reserve of the Company shall be reduced by 1,211,670,000 yen from 1,224,170,000 yen to 12,500,000 yen.

(2) Method of reduction

The entire amount of capital reserve to be reduced shall be transferred to other capital surplus, in accordance with the provisions of Paragraph 1 of Article 448 of the Companies Act.

4. Schedule of Reduction in Amount of Capital and Capital Reserve

(1) Public notice of objection of creditors	April 23, 2021 (planned)
(2) Final date for filing objection of creditors	May 24, 2021 (planned)
(3) Date of resolution at the Ordinary General Meeting of Shareholders	May 27, 2021 (planned)
(4) Effective date of reduction in capital and capital reserve	May 27, 2021 (planned)

5. Future Outlook

As this is a transfer of accounts within the Company's capital, there will be no change in the amount of profit and loss or capital. Therefore, there will be no impact on the Company's business performance. This is subject to approval at the Ordinary General Meeting of Shareholders.