



July 27, 2016

FOR IMMEDIATE RELEASE

TOKYU CORPORATION  
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& Representative Director  
(Code: No.9005, Tokyo Stock Exchange First Section)  
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## **Notice Regarding Absorption-Type Merger (Simplified Merger and Short Form Merger) of Subsidiary**

Tokyu Corporation (the “Company”) announces that at a meeting of its Board of Directors held on July 27, 2016, it resolved to acquire its wholly owned subsidiary, Yokohama Kanazawa Properties Co., Ltd. (hereinafter, “Yokohama Kanazawa Properties”). As the undertaking is a simplified merger of a wholly owned subsidiary, some of the disclosed matters and content have been abridged. Details are as follows.

### 1. Purpose of the merger

Through the merger, the Company aims to improve the efficiency of management and operations of assets owned by Yokohama Kanazawa Properties.

### 2. Outline of the merger

#### (1) Timeline of the merger (planned)

Board of Directors’ meeting for the resolution of a merger agreement: July 27, 2016

Conclusion of the merger agreement: July 27, 2016

Date of the merger (effective date): October 1, 2016 (planned)

\*The merger will take place without obtaining the approval of general meetings of shareholders to the merger agreement at the surviving and absorbed companies, as it is a simplified merger as specified in Article 796, Paragraph 2 of the Companies Act, and a short-form merger as specified in Article 784, Paragraph 1 of the Companies Act.

#### (2) Method of the merger

An absorption-type merger that will make the Company the surviving company has been adopted. As a result, Yokohama Kanazawa Properties will be dissolved.

#### (3) Allotment details pertaining to the merger

The Company, which owns all of the outstanding shares of Yokohama Kanazawa Properties, neither grants nor allots any shares or other consideration including money pertaining to the merger.

- (4) Treatment of stock acquisition rights and bonds with stock acquisition rights of the merged company  
Not applicable

### 3. Overview of the companies involved in the merger

(Unit: million yen)

	(Surviving company) As of March 31, 2016	(Company to be merged) As of March 31, 2016
(1) Company name	Tokyu Corporation	Yokohama Kanazawa Properties Co., Ltd.
(2) Location	5-6 Nanpeidai-cho, Shibuya-ku, Tokyo	5-6 Nanpeidai-cho, Shibuya-ku, Tokyo
(3) Title and name of representative	Hirofumi Nomoto, President & Representative Director	Hirohisa Fujiwara President & Representative Director
(4) Main business areas	Railway business, Real estate business	Real estate business
(5) Paid-in capital	121,724 million yen	10 million yen
(6) Date of establishment	September 2, 1922	August 23, 1948
(7) Number of shares issued	1,249,739,752 shares	200 shares
(8) Fiscal year closing	March	March
(9) Major shareholders and ownership percentages (as of March 31, 2016)	The Dai-ichi Life Insurance Company Limited: 6.20% Sumitomo Mitsui Trust Bank, Limited: 4.37% Nippon Life Insurance Company: 4.18%	Tokyu Corporation: 100%
(10) Net assets	623,297 (consolidated)	4,365
(11) Total assets	2,092,546 (consolidated)	4,412
(12) Net assets per share (yen)	470.29 (consolidated)	21,826,828.58
(13) Operating revenue	1,091,455 (consolidated)	356
(14) Operating profit	75,480 (consolidated)	85
(15) Recurring profit	70,038 (consolidated)	86
(16) Net income	55,248 (consolidated)	73
(17) Net income per share (yen)	44.81 (consolidated)	368,868.37

### 4. Post-merger conditions

The merger does not affect the Company's tradename, location, representative's title or name, business areas, capital or fiscal year.

### 5. Future outlook

The merger involves absorbing the Company's wholly owned subsidiary. It will not have any material impact on the Company's consolidated operating revenue, operating profit, or recurring profit. Because of this merger, the Company expects lower corporate tax payments in view of the tax loss carried forward at Yokohama Kanazawa Properties. We will disclose information in a timely manner when required to do so.