



February 28, 2018

To All Stakeholders:

Company: USS Co., Ltd.
 President and Representative Director: Yukihiro Ando
 Stock code: 4732
 Stock exchange listings: Tokyo and Nagoya (first sections)
 Tel: +81-52-689-1129
 Contact: Masafumi Yamanaka
 Executive Vice President, Officer, Supervisory Office

Additional Investment Makes JAA a Wholly Owned Subsidiary

The board of directors of USS Co., Ltd. approved a resolution on February 28, 2018 to acquire additional shares of consolidated subsidiary Japan Automobile Auction Inc. (JAA) in order to make this company a wholly owned subsidiary.

1. Reason for the acquisition

USS purchased 66.04% of the shares of JAA on August 24, 2017, making this company a consolidated subsidiary. At this time, USS is making an additional investment in JAA that will make this company a wholly owned subsidiary for the purpose of improving the efficiency of the USS Group's management structure.

2. Profile of JAA

(1)	Name	Japan Automobile Auction Inc.	
(2)	Address	3-2-1 Rinkai-cho, Edogawa-ku, Tokyo	
(3)	Representative	Toshihiko Tabata, President and Representative Director (Note)	
(4)	Business activities	Used car auctions and associated activities	
(5)	Capital	¥100 million	
(6)	Established	May 14, 2009	
(7)	Relationships with USS	Capital	USS owns 66.04% of the outstanding shares of the Company
		Personnel	Four directors of USS hold concurrent posts of director in the Company, and one employee of USS holds a concurrent post of auditor in the Company.
		Business	USS and JAA have signed a business alliance agreement concerning the use of the broadcasting of JAA used car auctions by using the USS satellite TV system and the internet.

(8)	Three-year consolidated financial summary and financial condition		
Fiscal year ended March 31	2015	2016	2017
Net assets (million yen)	7,539	10,716	13,296
Total assets (million yen)	19,987	25,763	33,545
Net assets per share (yen)	4,723,760	6,262,232	7,907,308
Net sales (million yen)	9,271	9,615	12,428
Operating profit (million yen)	3,935	3,923	3,788
Ordinary profit (million yen)	3,942	3,985	3,909
Profit attributable to owners of parent (million yen)	2,391	2,548	2,526
Profit per share (yen)	1,498,739	1,596,502	1,583,270
Dividend per share (yen)	-	-	-

Note: USS president Yukihiro Ando was named president of JAA on February 28, 2018 and Toshihiko Tabada will become vice president.

3. Counterparty of the acquisition

(1)	Name	Not disclosed due to the obligation for confidentiality to the Counterparty.
(2)	Address	Not disclosed due to the obligation for confidentiality to the Counterparty.
(3)	Relationship between USS and the Counterparty	Not disclosed due to the obligation for confidentiality to the Counterparty

4. Number of shares acquired, price and holdings of the shares

(1)	Number of shares held before the acquisition	1,054 Voting rights: 1,054 (66.04%)
(2)	Number of shares purchased	542
(3)	Acquisition cost	19,658 million yen
(4)	Number of shares held after the acquisition	1,596 Voting rights 1,596 (100.00%)

5. Schedule

(1)	Approval of the board of directors	February 28, 2018
(2)	Agreement of transfer of the shares	March 1, 2018 (tentative)
(3)	Trade date	March 1, 2018 (tentative)

6. Outlook

The acquisition of this shares will have only a negligible effect on results of operations in the fiscal year ending in March 2018. An announcement will be made promptly if there is a change in this outlook that needs to be disclosed.