

January 16, 2023
Amvis Holdings, Inc.

Notice of Decision on Partial Business Transfer of a Consolidated Subsidiary

The consolidated subsidiary of Amvis Holdings, Inc., Amvis, Inc. (Chuo-ku, Tokyo; Representative Director and CEO: Keiichi Shibahara, hereinafter, “Amvis”) has decided to transfer the business of Ishinkan Yokkaichi to Fureasu Co., Ltd. (Shinagawa-ku, Tokyo; Representative Director and Chairman: Taku Sawanobori, Representative Director and President: Tatsuya Sekine, hereinafter, “Fureasu”).

Reason for Transfer

Amvis continues to open facilities for patients who are in the terminal stages of illness, such as cancer patients, and those with high medical dependency, such as those on respirators. The transfer of Ishinkan Yokkaichi, which was acquired from another care provider in 2016 and targets patients in the chronic stage of illness is in line with Amvis' operational policy of mainly accepting patients who are in the terminal stages of illness or with high medical dependency and are difficult to be accepted at other facilities. In Yokkaichi city, Amvis continues to operate a hospice business at Ishinkan Yokkaichi II for patients in the terminal stages of illness or with high medical dependency.

In addition, Amvis has determined that the transfer of the Ishinkan, a community-based medical platform, to Fureasu, which is entering the hospice business, is in line with the functional differentiation of hospital beds and cooperation between medical and care services promoted by the government, as well as with its business mission of “strengthen and revitalize regional healthcare.”

Fureasu aims to be “not a home massage service company, but a company that supports the home care area comprehensively,” and has decided to enter the hospice business as a new business, which provides palliative care for pain and mental health to enable patients to live as they wish until the end of life.

As a result of this transfer, the number of Ishinkan is expected to be 76 (3,795 beds) as of September 30, 2023.

Overview of Transfer

(1) Details of business to be transferred

Residences for elderly people with service, home nursing care, home care, and other ancillary businesses of Ishinkan Yokkaichi (Yokkaichi, Mie prefecture, capacity: 28 beds)

(2) Operating results of business to be transferred

This information is not disclosed due to an agreement between the parties.

(3) Items and amounts of assets and liabilities of business to be transferred

This information is not disclosed due to an agreement between the parties.

(4) Transfer price and method of settlement

This information is not disclosed due to an agreement between the parties.

Overview of the Counterparty

Name	Fureasu Co., Ltd.	
Location	Tokyo Head Office: 2-27-3, Nishi-Gotanda, Shinagawa-ku, Tokyo Head Office: 1514 Saijo, Showa-cho, Nakakoma-gun, Yamanashi	
Job title and name of representative	Representative Director and Chairman: Taku Sawanobori Representative Director and President: Tatsuya Sekine	
Description of business	Massage, massage franchise, and other ancillary businesses	
Share capital	291 million yen (As of March 31, 2022)	
Date of establishment	April 2002	
Net assets	1,717 million yen (As of March 31, 2022)	
Total assets	3,255 million yen (As of March 31, 2022)	
Major shareholders and ownership ratios	K.K.Yubi (34.01%) Taku Sawanobori (31.97%) MSIP CLIENT SECURITIES (3.13%) National Mutual Aid Association of Fisheries (2.55%) Kazy Co. Ltd. (1.67%) Hiroshi Arigami (1.43%) SBI SECURITIES Co.,Ltd. (1.17%) Ko Sawanobori (1.14%) Rakuten Securities, Inc. (1.08%) Fureasu Employee Stock Ownership Association (0.99%)	
Relationship between Amvis Holdings, Inc. and Fureasu	Capital relationship	Not applicable.
	Personnel relationship	Not applicable.
	Business relationship	Not applicable.
	Related party relationship	Not applicable.

Timetable

Date of contract: January 16, 2023

Date of transfer: March 1, 2023

Future Outlook

The impact of this transfer on the consolidated financial performance is expected to be immaterial, and if any matters that should be disclosed arise in the future, they will be announced promptly.

Overview of Ishinkan, Operated by the Amvis Group

Ishinkan is a healthcare facility in which nurses and other caregivers provide round-the-clock care. Ishinkan actively accepts patients who are in the terminal stage of cancer, who are on respirators, who have had tracheostomies, who have specific diseases, or who require end-of-life nursing and caregiving. Ishinkan actively cooperates with regional medical institutions, pharmacies, and nursing care facilities, and functions as platform of regional healthcare.

Note:

As of the end of January 2023, Amvis expects to operate 65 facilities (3,176 beds).

Company Profile

Name: Amvis Holdings, Inc.

Location: 4F Yaesu Mitsui Building, 2-7-2 Yaesu, Chuo-ku, Tokyo, Japan

Representative: Keiichi Shibahara

Established: October 2016

Business: Operation of Ishinkan, healthcare facilities specializing in nursing and nursing care in the chronic and terminal stages of illness, for patients with high medical dependency

Contact

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