



February 14, 2025

FOR IMMEDIATE RELEASE

Company name: AMUSE INC.
 Representative: Masaki Nakanishi,
 Representative Director and President
 (Securities code: TSE Prime 4301)
 Inquiries: Keita Suzuki,
 General Manager of
 Business Planning Department
 (E-mail: amuseir@amuse.co.jp)

Notice Regarding the Transfer of a Consolidated Subsidiary (Specified Subsidiary) (Share Transfer)

AMUSE INC. (the "Company") resolved to transfer all shares held by the Company in A-Sketch Co.,Ltd ("A-Sketch,") a consolidated subsidiary of the Company (specified subsidiary), to UNIVERSAL MUSIC LLC ("UNIVERSAL MUSIC") at a meeting of the Board of Directors held today.

As a result of this share transfer, A-Sketch will no longer be consolidated into the Company, and MASH A&R, an affiliate of A-Sketch, will no longer be an equity method affiliate.

1. Reasons for the share transfer

A-Sketch is a joint venture between the Company and KDDI CORPORATION, and has been in charge of the Group's label business, focusing on music distribution, since 2008. On the other hand, in conjunction with the reorganization implemented during the fiscal year under review to realize our medium-term vision, the Company has reconsidered its approach to the increasingly diversifying music market and has determined that concentrating its management resources on the artist business, which is the core of the Group, the content business, which is expected to grow in the future, and overseas businesses, will contribute to improving the Group's competitiveness and corporate value.

2. Outline of subsidiary being transferred

(1) Name	A-Sketch Co.,Ltd	
(2) Address	Ninomiya Building 3F, 18-4 Sakuragaoka-cho, Shibuya, Tokyo	
(3) Representative	Nobuyuki Soma, Representative Director and President	
(4) Business	Music production, distribution, management, artist management, etc.	
(5) Share capital	450 million yen	
(6) Established	April 1, 2008	
(7) Major shareholders and shareholding ratios	AMUSE INC. (66%) KDDI CORPORATION (34%)	
(8) Relationships between the listed company and A-Sketch	Capital relationship	The Company holds 66% of the outstanding shares of A-Sketch whose share are being transferred.
	Personal relationship	The Company has dispatched one director and one auditor to A-Sketch.
	Business relationship	There is a business relationship between the Company and A-Sketch regarding the production and distribution of music.

(9) Operating results and financial position for the most recent 3 years (in millions of yen, except where otherwise noted)			
Fiscal year	Ended March 2022	Ended March 2023	Ended March 2024
Net assets	3,744	4,024	4,279
Total assets	4,631	5,226	5,604
Net assets per share (yen)	416,068.48	447,218.98	475,535.02
Operating revenue	2,461	3,405	3,522
Operating profit	203	429	304
Ordinary profit	204	430	418
Net earning	131	307	316
Earnings per share (yen)	14,586.03	34,150.50	35,216.04

3. Outline of transfer recipient

(1) Name	UNIVERSAL MUSIC LLC		
(2) Address	1-5-8 Jingumae, Shibuya, Tokyo, Japan		
(3) Representative	Naoshi Fujikura, President and CEO		
(4) Business	Planning, production, and sales of music and video software		
(5) Share capital	29,502 million yen		
(6) Established	April 20, 1990		
(7) Relationships between the listed company and UNIVERSAL MUSIC	Capital relationship	Not applicable	
	Personal relationship	Not applicable	
	Business relationship	The Company and UNIVERSAL MUSIC have a business relationship in regard to planning, production, and sales of music and video software.	
	Status as a related party	Not applicable	

4. Number of shares to be transferred, transfer price and the number of shares held before and after transfer

(1) Number of shares held before transfer	5,940 shares (Number of voting rights: 5,940, Voting rights ownership ratio: 66.0%)
(2) Number of shares to be transferred	5,940 shares (number of voting rights: 5,940)
(3) Transfer price	2,772 million yen *
(4) Number of shares held after transfer	0 shares (Number of voting rights: 0, Percentage of voting rights held: 0%)

*In addition to the transfer price, there is also compensation to be paid in accordance with the achievement of future performance indicators (earn-out clause), but since the exercise of rights based on the earn-out clause cannot be confirmed at the time of transfer, only the cash to be paid at the time of transfer will be recognized as compensation and will be accounted for.

5. Transfer schedule

- (1) Date of board resolution: February 14, 2025
- (2) Share transfer agreement conclusion date: February 14, 2025
- (3) Share acquisition execution date: March 31, 2025 (planned)

6. Outlook

The Company expects to record a gain on sale of shares of subsidiaries and associates as a result of this share transfer. The impact on the consolidated financial results forecast for the fiscal year ending March 31, 2025 is currently under review, and if any revisions are necessary, the Company will disclose them as soon as they are confirmed.