

February 10, 2016

FOR IMMEDIATE RELEASE

TOKYU CORPORATION

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(Code: No.9005, Tokyo Stock Exchange First Section)

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**Notice Regarding the Start of TOB for the Shares of Tokyu Recreation Co., Ltd. (Securities Code 9631),
Underwriting of Disposition of Treasury Stock through Private Placement of New Shares, and Signing of Capital
and Business Alliance Agreement (SUMMARY)**

Tokyu Corporation (the “Company” or “Tender Offeror”) announces that at a meeting of its Board of Directors held on February 10, 2016, it resolved to acquire common shares (the “Target Shares”) of Tokyu Recreation Co., Ltd. (code 9631, Tokyo Stock Exchange Second Section) (the “Target”) through a takeover bid (the “TOB”), to underwrite the disposition of the Target’s treasury stock (the “Target Treasury Stock”) through private placement of new shares to the Company, and to sign a capital and business alliance agreement between the Target and the Company. Details are as follows:

1. Overview of the TOB

(1) Objectives of the TOB

The purpose of the TOB and of underwriting the disposition of the Target Treasury Stock through a private placement of new shares to the Company is to make the Target a consolidated subsidiary of the Company.

The Company considers the role of providing pleasure in community development to be essential to the implementation of its three-year medium-term management plan, STEPS TO THE NEXT STAGE, and acknowledges that it is appropriate to increase the Target’s roles in the Company Group as a subsidiary that takes charge of the entertainment strategy and works in cooperation to develop the community of Shibuya as its base. The Company has concluded that making the Target its consolidated subsidiary through this transaction will facilitate the implementation of various measures for the efficient and prompt cooperation between the two companies, and will help raise the corporate and shareholder value of the Company, Target, and other companies in the Group. Based on discussion between the two companies, the Target also believes that carrying out the business as a unified Company Group with a stronger cooperative relationship is indispensable to its aim of becoming a company that “designs entertainment life” as stated in its management vision. To achieve this aim, the Target has decided to become the Company’s consolidated subsidiary rather than maintain its current status as an equity method company. Based on this understanding, the companies have decided to implement this transaction and sign a capital and business alliance agreement.

(2) Overview of the Target

Company name	Tokyu Recreation Co., Ltd.
Location	2-9 Sakuragaoka-cho, Shibuya-ku, Tokyo
Title and name of representative	Shinzo Kanno, President
Business description	Management of movie theaters and other entertainment facilities
Capital	7,028 million Yen (as of December 31, 2015)
Date established	June 15, 1946

(3) Period of TOB, etc.

From Friday February 12, 2016, to Thursday March 10, 2016 (20 business days)

(4) Commencement date of settlement

Thursday March 17, 2016

(5) Price of TOB, etc.

850 yen per common share

(6) Number of stock certificates, etc. scheduled to be purchased

Number of shares to be purchased: 5,255,000

Minimum number of shares to be purchased: —

Maximum number of shares to be purchased: 5,255,000

(7) Purchase price

4,466 million yen

Note: This is the amount obtained by multiplying the number of shares to be purchased (5,255,000) by the purchase price per share (850 yen).

2. Overview of the underwriting of disposition of Target Treasury Stock through private placement of new shares

(1) Types and number of shares for subscription

2,619,236 common shares

(2) Payment amount

Total amount of 2,226 million yen (850 yen per Target Share)

(3) Due date of payment

Thursday March 17, 2016

(4) Method of disposition

Private placement of new shares to the Company (the number of shares scheduled for placement is 2,619,236)

3. Maintaining stock exchange listing

As of today, the Target Shares are listed on the second section of the Tokyo Stock Exchange. The maximum number of shares to be purchased in the TOB is 5,255,000 (16.45% ownership). The total number of Target Shares to be directly and indirectly owned by the Company through the purchase, etc. of the 5,255,000 shares in the TOB and underwriting of 2,619,236 shares in the disposition of the treasury stock (8.20% ownership) will be 16,001,832 (50.10% ownership). Therefore, the Target Shares will remain listed on the stock exchange after the settlement of the transactions.

Note: The “percent ownership” refers to percentages in the total number of shares outstanding of the Target as of December 31, 2015, as presented in the summary of consolidated financial results for the fiscal year ended December 2015 (Japanese standards) (the “Target Financial Summary”) published by the Target on February 10, 2016. The same applies to the following.

4. Expected effect on the future consolidated financial results of the Company

The effect of the TOB on the Company’s financial performance is being investigated at present. Any necessary revision in the financial forecasts and facts to be disclosed will be announced in a timely manner.