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Company: Financial Products Group Co., Ltd.
Representative: Hisanaga Tanimura, CEO & Founder
(Code 7148 on the First Section of the Tokyo Stock Exchange)
Inquiries: Hiroshi Sakurai,
General Manager, Corporate Planning Dept.
(TEL. +81-3-5288-5691)

Notice of Impact on Our Company due to Avianca Holdings S. A.'s Application for Chapter 11 (US Federal Bankruptcy Code Chapter 11)

It was announced yesterday that Avianca Holdings S.A. (A.H.) applied for Chapter 11 (US Federal Bankruptcy Code Chapter 11) to the Federal Bankruptcy Court in New York. The impact of this matter on our company is described as follows.

1. Operating Lease Business related to A.H. Group

A.H. is listed on the New York Stock Exchange and owns Aerovías del Continente Americano S.A. Avianca, which is the second largest airline in Latin America based in Colombia.

Financial Products Group Co., Ltd. (FPG) is operating an operating lease business (the Business) with A.H. as a guarantor through a silent partnership whose operator is non-consolidated subsidiary SPC (Special Purpose Company). All of equity interest of the silent partnership related to the Business have been already sold out.

FPG will consult with affiliates of the Business, consider the steps to be taken, and take the appropriate action for investors.

2. Impact on future business performance

FPG does not hold the inventory related to the Business, and this matter will not directly affect the FPG's consolidated financial results forecast for the fiscal year ending September 2020.

FPG will promptly release any newly arising information that should be disclosed.