February 12, 2021

Dear Sirs and Madams,

Company: Skylark Holdings Co., Ltd.
Representative: Makoto Tani, Chairman, President & CEO
(Securities Code: 3197; TSE First Section)
Contact: Public Relations
(TEL: 0422-37-5310)

Notice Regarding Amendment of Loan Agreements

Skylark Holdings Co., Ltd. ("The Company") hereby announces that at the Board of Directors Meeting held on February 12, 2021, the Company reached a resolution to enter into amendment agreements of both the Commitment Term Loan Agreement signed on February 9th, 2017 and the Loan Agreement signed on February 2nd, 2018 (the "Amendment Agreements").

1. Purpose for the Amendment Agreements
   The Company entered into the Amendment Agreements to modify financial covenants in the loan contracts as defined in the below section 2 for the purpose of stabilization of its financial base and smooth financings.

2. Summary of the Amendment Agreements

<table>
<tr><td>Contract</td><td>Commitment Term Loan Agreement
February 9th, 2017</td><td>Loan Agreement
February 2nd, 2018</td></tr>
<tr><td rowspan="3">Summary of Covenants</td><td colspan="2">(1) Maintenance of Net Assets
The amount of net assets on consolidated balance sheet at each half-year end and fiscal year end shall be maintained at the below amounts or higher.
From June 2021 to June 2023: JPY70bn
December 2023 and thereafter: JPY100bn</td></tr>
<tr><td colspan="2">(2) Maintenance of profit
The consolidated profit or loss before tax (impairment amount for goodwill and temporary transaction cost for the Commitment Line Agreement signed on February 12th, 2021can be excluded) at each fiscal year end shall not be loss for two consecutive fiscal years.</td></tr>
<tr><td>(3) Upper limit of net leverage ratio (1)
The net leverage ratio at each quarter end shall be at the below or lower.

・December 2021: 5.50
・March 2022: 5.25
・June 2022: 5.00
・September 2022: 4.75
・December 2022 and March 2023: 4.50
・June 2023</td><td>(4) Upper limit of net leverage ratio
The net leverage ratio at each quarter end shall be at the below or lower.

・December 2021: 5.50
・March 2022: 5.25
・June 2022: 5.00
・September 2022: 4.75
・December 2022 and March 2023: 4.50
・June 2023</td></tr>
</table>

	and September 2023: 4.25 ・December 2023 and March 2024: 4.00 ・June 2024 and thereafter: 3.75	and September 2023: 4.25 ・December 2023 and March 2024: 4.00 ・From June 2024 to March 2026: 3.75 ・June 2026 and thereafter: 3.50

(1) Net leverage ratio = Consolidated net debt/Consolidated EBITDA for the previous 12 months
"Consolidated EBITDA" under the Amendment Agreements refers to the consolidated operating income under the International Financial Reporting Standards as adjusted based on the depreciation, amortization, and non-cash expenditures subtracted in the calculation of consolidated operating income, as well as other items as required under the arrangements with the financial institutions which are the lenders under the Amendment Agreements.

3. Future Outlook

Upon the aforementioned amendments, no significant impact on business performance is anticipated.

End