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November 5, 2021

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### **Notice of the Transfer of Non-current Assets and Extraordinary Income, and Relocation of Head Office**

DESCENTE LTD. (hereinafter the “Company”) hereby announces that the transfer of non-current assets and relocation of head office was resolved by the meeting of board of directors today as follows.

#### 1 . Reason for the transfer

Due to the consolidation of business such as product planning duties to Tokyo office implemented last year, the number of employees in head office fell significantly below its capacity. Also, considering new work style and what role should the office play to adopt the “new normal”, the Company had determined relocation of head office and transferring its land/facility will result improvement in capital efficiency.

#### 2 . Details on transfer of assets

Name of transferred asset	Location and description of the asset	Current situation
Land / Facility in Tennoji-ku, Osaka	1-11-3 Dogashiba, Tennoji-ku, Land area: 1,458.46 m <sup>2</sup> Total floor area of the building: 6,003.90 m <sup>2</sup>	Head Office

※Due to nondisclosure agreement, transfer price and book value cannot be disclosed.

Gain on transfer is expected to be approx. JPY 1.8 billion after deducting book value and various expenses related to transfer.

### 3 . Summary of transferee

Due to nondisclosure agreement, the details of transferee cannot be disclosed. There are no specific matters to be noted on capital relationship, personnel relationship, business relationship, or related party between the Company and transferee.

### 4 . Date of transfer

(1) Date of resolution by board of directors	November 5, 2021
(2) Date of contract agreement	November 5, 2021
(3) Date of transfer of facility	December 22, 2021

### 5 . Relocation of the Company and consolidated subsidiaries' head office

#### (1) Reason of relocation

Due to transfer of head office, address of head office is changed as below. The location of the head office of the two consolidated subsidiaries, DESCENTE JAPAN LTD. and DESCENTE APPARELL LTD., will also be changed as the location of its head office are same as the Company.

#### (2) Details of relocation

(1) Date of relocation (TBC)	December 22, 2021
(2) Location of new head office	1-2-3 MInatomachi Naniwa-ku, Osaka
(3) Location of current head office	1-11-3 Dogashiba, Tennoji-ku, Osaka

#### (3) Others

No change in articles of incorporation as the relocation is within the same city.

### 6 . Future outlook

The gain on transfer of approx. JPY 1.8 billion from the transfer of the non-current assets will be recorded as extraordinary income as "gain on sales of non-current assets" in the consolidated financial statements for the third quarter of the fiscal year ending March 2022. Also, the earnings forecast for the fiscal year ending March 2022 will be reflected in the " Notice of the Gap between Forecast and Actual Results for the Second Quarter of the Fiscal Year ending March 2022 and the Revision to Earnings Forecast" announced today.

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