

Polaris Capital Group Co., Ltd.

June 12, 2015

Acquisition of Factory Japan Group Co., Ltd.

Polaris Private Equity Fund III (“Polaris Fund III”), managed by Polaris Capital Group Co., Ltd. (“Polaris”), has announced today that it will acquire 100% of the outstanding shares of Factory Japan Group Co., Ltd. (“FJG”) on June 30, 2015.

FJG has grown to be a major body-care service provider with over 200 salons nationwide under the flagship “Karada Factory” brand only in 15 years from its inception offering its proprietary massotherapy called “AP Balance”. By spending a lot of resources for therapist training to secure many quality therapists, FJG has succeeded in differentiating itself from other quick massage salons and building a unique brand in the industry. Recently FJG has started operations in Asia which would lead to future growth opportunities.

For the future growth of FJG, Polaris will support the management team headed by Ms. Komaki, the current President, for the “Second Start” business plan by sharing the know-how which Polaris has acquired through various business succession deals or investments in multi-outlets businesses including aesthetic salons. Polaris will closely work with the management team and the employees of FJG to strengthen its business franchise and increase its enterprise value through providing support on overseas expansion, business strategies and financing plan and dispatching several senior officers to FJG.

For inquires:

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Polaris Capital Group Co., Ltd.

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Factory Japan Group Co., Ltd.

Founded: August 2001
Representative: Mr. Hiroki Koyasu, Chairman/Ms. Megumi Komaki, President
Address: FJG Building, 3-10-1 Koujimachi, Chiyoda-ku, Tokyo, Japan
Business: Operation of body-care salons and training centers for therapists
Website: <http://www.factoryjapan.jp>

Polaris Capital Group Co., Ltd.

Founded: September 2004
Representative: Yuji Kimura, President and CEO
Paid-in Capital: JPY 200 Million
Address: GranTokyo North Tower 38F, 1-9-1 Marunouchi, Chiyoda-ku, Tokyo, Japan
Funds: Polaris Private Equity Fund I, L.P. (JPY 29.6 billion)
Polaris Private Equity Fund II, L.P. (JPY 31.9 billion)
Polaris Private Equity Fund III, L.P. (JPY 39.1 billion)
Website: <http://www.polaris-cg.com/us/>