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DYNAM JAPAN HOLDINGS Co., Ltd.

(incorporated in Japan with limited liability)
(Stock Code: 06889)

VOLUNTARY ANNOUNCEMENT COVID-19's IMPACT

This announcement is made by DYNAM JAPAN HOLDINGS Co., Ltd. (the "Company") on a voluntary basis.

After April 2020, in order to deal with the expansion of the COVID-19, the government of Japan and each prefectural governor requested various business sectors including pachinko hall operators to suspend their business operations. In response to such request, we were left with no alternative but to temporarily close 436 number of pachinko halls, about 97% of all of our group's halls.

Since June 2020, all of such closed halls have resumed operations. However, the recovery of our operating revenue from July 2020 has stayed at the range from 70% to 80% of the operating revenue of the preceding financial year.

As for the prospect of the Company's financial results for the second half of the current financial year, it is expected that we will make a profit for the three-month period ending 31 December 2020 and for the three-month period ending 31 March 2021 and that we will make a profit for the financial year ending 31 March 2021. However, as the prospect of the Company' financial results for the current financial year is still unpredictable, the Company is not able to report any specific financial figures for the financial year ending 31 March 2021.

As countermeasures against the decline of operating revenue, during the first half of the current financial year, we have reduced the costs of machine, personnel costs, variable costs, and fixed costs and we will continue to reduce such costs. We intend to change our character by lowering the break-even point through productivity reform and restructuring so that we can continuously secure the stable earnings.

By order of the Board **DYNAM JAPAN HOLDINGS Co., Ltd. Makoto SAKAMOTO** *Chairman of the Board*

Tokyo, Japan, 25 November 2020

As of the date of this announcement, the executive director of the Company is Mr. Makoto SAKAMOTO, the non-executive directors of the Company are Mr. Yoji SATO, Mr. Kohei SATO and Mr. Akira HOSAKA, and the independent non-executive directors of the Company are Mr. Mitsutoshi KATO, Mr. Thomas Chun Kee YIP, Mr. Kei MURAYAMA, Mr. Kiyohito KANDA and Mr. Koji KATO.