

Establishment of Subsidiary through Incorporation-type Company Split of Subsidiary

SoftBank Group Corp. ("SBG") announced today that its wholly owned subsidiary SoftBank Group Japan Corporation ("SBGJ") decided on an incorporation-type company split, in which all the rights and obligations of SBGJ in relation to fund procurement using shares of Alibaba Group Holding Limited ("Alibaba") held by SBGJ will be transferred into a newly-established company, Skybridge Corporation ("Skybridge") (the "Company Split"). Concurrently, SBGJ decided to deliver all the shares of Skybridge, which will be allocated to SBGJ through the Company Split, to SBG as a dividend of surplus. The details are as below.

1. Purpose of establishment of subsidiary through the Company Split

SBGJ is a wholly owned subsidiary of SBG and holds shares in Alibaba and SoftBank Corp., which are the most material investment assets of SBG. By carving out Alibaba shares held by SBGJ that are being used to procure funds and having Skybridge hold them, the Company Split is intended to improve SBGJ's management efficiency.

2. Outline of the new subsidiary

	Newly incorporated company (Scheduled on October 1, 2020)
(1) Trade name	Skybridge Corporation
(2) Address	1-9-1 Higashi-shimbashi, Minato-ku, Tokyo
(3) Name of representative	Norikazu Oba, Representative Director
(4) Founded	October 1, 2020 (scheduled)
(5) Nature of business	Holding company
(6) Share capital	JPY 1 million
(7) Number of shares issued	1,000,000 shares
(8) Fiscal year-end	March 31
(9) Shareholder and its shareholding ratio	SoftBank Group Corp.: 100%
Net sales	/
Operating income	
Ordinary income	
Net income	
Total assets	
Net assets	

* As Skybridge Corporation is to be incorporated through the Company Split, there are no figures for net sales, etc.

3. Outline of the splitting company

	Splitting company (as of August 19, 2020)
(1) Trade name	SoftBank Group Japan Corporation
(2) Address	1-9-1 Higashi-shimbashi, Minato-ku, Tokyo
(3) Name of representative	Masayoshi Son, Representative Director
(4) Founded	January 26, 2001
(5) Nature of business	Holding company
(6) Share capital	JPY 188,797 million (as of August 19, 2020)
(7) Number of shares issued	155,974,137 shares (as of August 19, 2020)
(8) Fiscal year-end	March 31
(9) Shareholder and its shareholding ratio	SoftBank Group Corp.: 100%
Net sales (fiscal year ended March 31, 2020; the same applies hereafter)	-
Operating income	JPY 37 million loss
Ordinary income	JPY 276,900 million
Net income	JPY 643,385 million
Total assets	JPY 2,635,088 million
Net assets	JPY 2,113,216 million

4. Number of shares to be acquired, acquisition price, and share ownership before and after acquisition

(1) Number of shares held before transfer	- shares
(2) Number of shares to be acquired	1,000,000 shares
(3) Acquisition price	Delivered to SBG as a dividend of surplus
(4) Number of shares held after transfer	1,000,000 shares (number of voting rights: 1,000,000) (voting rights holding ratio: 100%)

5. Timeline

Decision of the directors of SBGJ	August 19, 2020
Resolution by Shareholders' Meeting of SBGJ	September 23, 2020 (scheduled)
Effective date of the Company Split	October 1, 2020 (scheduled)

6. Future outlook

As both the companies involved in the Company Split are wholly owned subsidiaries of SBG, the impact of the Company Split on SBG's consolidated financial results will be minor.