

To whom it may concern:

Company Name	TOHO HOLDINGS CO., LTD.
Corporate Representative	Norio Hamada, Chairman of the Board and Representative Director (First Section of Tokyo Stock Exchange Securities Code:8129)
Contact:	Makoto Kawamura, Corporate Officer, General Manager, Public and Investor Relations Department (TEL: 81-3-6838-2803)

Notice Regarding New Construction of “Integrated Logistics Center” in Keihin Truck Terminal
—Highly Functional Logistics Center Contributing to Disaster Response in the Tokyo Metropolitan Area and Improvement of Customers’ Operational Efficiency—

TOHO HOLDINGS CO., LTD. (Headquarters: Tokyo; Chairman of the Board and Representative Director: Norio Hamada; hereinafter, “TOHO HOLDINGS”) hereby announces that it will lease Keihin Truck Terminal “DynaBASE” now being constructed at Heiwajima, Ota-ku by Japan Motor Terminal Co., Ltd. (Head Office: Tokyo; President: Toshiyuki Akiyama; hereinafter, “Japan Motor Terminal”) and build there “Integrated Logistics Center.”

1. Purpose of new construction of Integrated Logistics Center

Since TOHO HOLDINGS deals in life-related products, i.e., pharmaceuticals, it has been seeking to achieve accuracy, traceability, business continuity, etc., by introducing cutting-edge technologies into logistics. The new construction of Integrated Logistics Center will enable TOHO HOLDINGS to further reinforce safe and secure pharmaceutical distribution systems that will ensure a steady supply of pharmaceuticals even in the event of a disaster.

1) Disaster response in the Tokyo metropolitan area

The highly functional large stockpile center to be established in the suburbs of the Core Wide-Area Disaster Prevention Base is expected to ensure an efficient supply of pharmaceuticals at the time of disaster in the Tokyo metropolitan area, which is at highest risk of being hit by a disaster. In addition, the fact that the said center will be constructed in Keihin Truck Terminal, which has been designated by the Tokyo Metropolitan Government as a wide-area disaster transport base, is likely to lead to a prompt and smooth supply of pharmaceuticals in a time of disaster.

2) Contributing to improvement of customers’ operational efficiency

TOHO HOLDINGS operates two logistics centers in the heart of Tokyo: “TBC Tokyo” (Shinagawa-ku), handling prescription pharmaceuticals, and “WILL Heiwajima” (Ota-ku), handling reagents. These two logistics centers will be transferred and consolidated into the new Integrated Logistics Center, while other neighboring logistics functions and sales offices, etc., will be transferred to Integrated Logistics Center and TBC Tokyo. By streamlining and restructuring logistics in the Tokyo metropolitan area, with Integrated Logistics Center handling all products from pharmaceuticals to reagents and medical materials as their core, TOHO HOLDINGS will provide services such as a NO inspection system and direct delivery from a logistics center, thereby helping to improve customers’ operational efficiency, as well as to further increase productivity.

2. Outline of “Integrated Logistics Center”

Name: Currently not yet determined

Location: DynaBASE within Keihin Truck Terminal, 2-1-1 Heiwajima, Ohta-ku, Tokyo, Japan

Space: about 50,766 m² (2nd to 5th floors of DynaBASE)

3. Capital investment amount

The total amount: about 6 billion yen

4. Schedule

Expected date of completion of DynaBASE: July, 2018 (planned)

Expected date of operation of Integrated Logistics Center: July, 2019 (planned)

5. Performance outlook

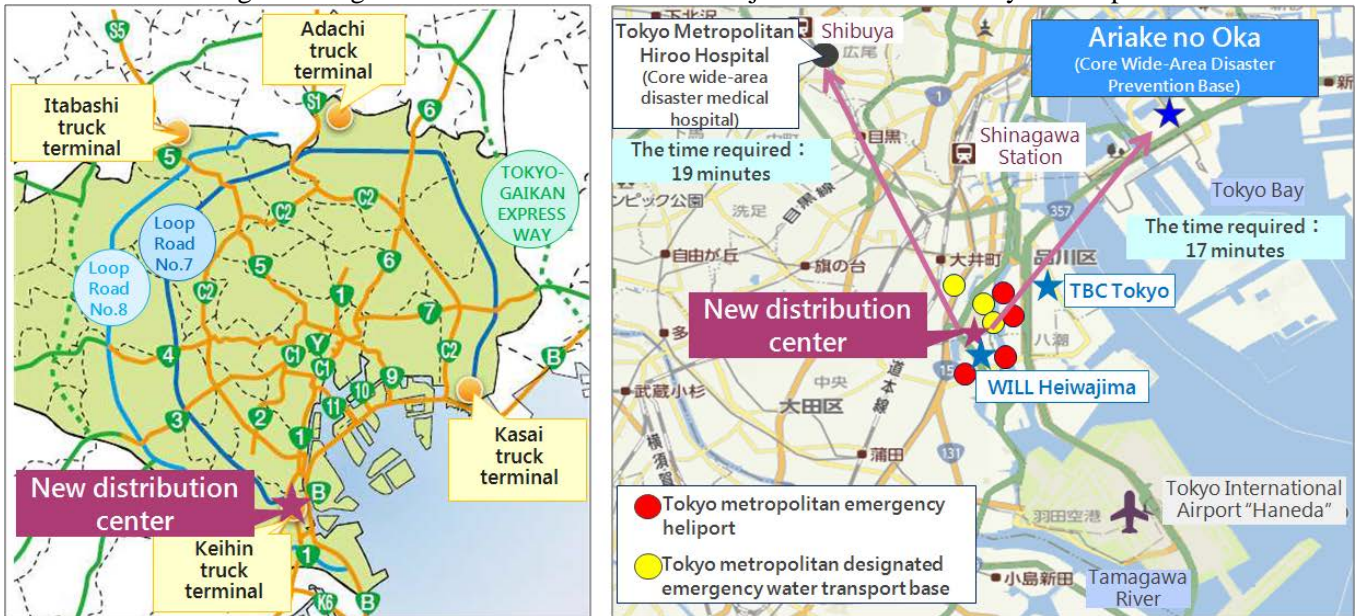
There will be little influence on its consolidated financial results for the fiscal year ending March 2018.

(Reference)

Outline of Japan Motor Terminal

(1) Company Name	Japan Motor Terminal Co., Ltd.
(2) Corporate Representative	Akiyama Toshiyuki, President
(3) Principal Place	7-9, Hirakawa-cho 2-chome, Chiyoda-ku, Tokyo, JAPAN
(4) Established	July 28, 1965
(5) Business Contents	<ol style="list-style-type: none"> 1. Truck terminal activities 2. Activities related to renting, management and operation of distribution center 3. Activities related to power generation by natural energy including its management and operation, supply and sales of electricity 4. Other operations incidental to the above
(6) Capital	12.23 billion yen

Convenience of Integrated Logistics Center in the event of a major disaster in the Tokyo metropolitan area



Rendering of Keihin Truck Terminal “DynaBASE”

