



October 3, 2022

To whom it may concern

Z Holdings Corporation
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Stock Code: 4689

(Update) Results Related to the Conversion of PayPay Corporation into a Consolidated Subsidiary (Third-Generation Subsidiary) through Share Delivery

B Holdings Corporation (hereinafter "B Holdings") established by Z Intermediate Holdings Corporation, a wholly-owned subsidiary of Z Holdings Corporation (hereinafter "Company"), has prepared a share delivery plan (hereinafter "Share Delivery Plan") related to the share delivery (hereinafter "Share Delivery") in which B Holdings shall become the parent company upon the Share Delivery and PayPay Corporation (hereinafter "PayPay") shall become the subsidiary upon the Share Delivery. The approval of the Share Delivery Plan was resolved in the general meeting of the shareholders of B Holdings on September 13, 2022. The effective date of the Share Delivery Plan was on October 1, 2022, thus, PayPay has become the consolidated subsidiary (third-generation subsidiary) of the Company. Details are as follows.

For details on the series of transactions to convert PayPay into the Company's consolidated subsidiary, including this Share Delivery, please refer to "Notice Concerning Conversion of PayPay Corporation into a Consolidated Subsidiary (Third-Generation Subsidiary) through Share Delivery," announced on July 27, 2022.

1. Results of the Share Delivery and the number of shares of subsidiary to be acquired, etc.
The Share Delivery Plan had stipulated that the lower limit for the number of PayPay common shares to be received by B Holdings in this Share Delivery is 1,593,608 shares, and the lower limit for the number of PayPay Class A preferred shares to be received by B Holdings is zero (0) shares. The number of PayPay common shares received by B Holdings in this Share Delivery (1,593,608 shares) has met the said lower limit, thus the Share Delivery has taken effect as of October 1, 2022, and B Holdings has received all of the said common shares, making PayPay a consolidated subsidiary of B Holdings and a consolidated subsidiary (third-generation subsidiary) of the Company.

As considerations, B Holdings has delivered a total of 1,593,608 shares of B Holdings Class A shares to the transferor of PayPay common shares.

B Holdings has not received PayPay Class A preferred shares in this Share Delivery.

Disclaimer

This is an English translation of the captioned release. This translation is prepared and provided for the purpose of the reader's convenience. All readers are recommended to refer to the original version in Japanese of the release for complete information.

2. Number of shares and percentage of voting rights of PayPay held by the Company before and after the Share Delivery

	Number of shares held	Percentage of voting rights held
Before the Share Delivery	Common shares: 415,000 shares (Includes indirectly held: 251,804 shares) Class A preferred shares: 545,000 shares (Includes indirectly held: 545,000 shares)	25% (Includes indirectly held: 15.2%)
After the Share Delivery	Common shares: 1,756,804 shares (Includes indirectly held: 1,593,608 shares)	63.9% (Includes indirectly held: 57.9%)

3. Schedule of Share Delivery

General meeting of the shareholders to resolve the Share Delivery	September 13, 2022
Effective date of the Share Delivery	October 1, 2022

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