



April 28, 2020

Press Release

Company Name: LINE Corporation
Representative: Takeshi Idezawa, President and Representative Director
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Notice Regarding Acquisition of Shares of WORKS MOBILE Corporation Through Third-party Allotment to Raise Capital

LINE Corporation (“LINE”) has resolved at its board of directors meeting held on April 28, 2020 to subscribe to new shares which WORKS MOBILE Corporation (“WORKS KR”), a consolidated subsidiary of NAVER Corporation (LINE’s parent company), will offer to raise capital in a third-party allotment.

1. Reason to subscribe to WORKS KR’s third-party allotment of shares to raise capital

WORKS KR is the Korean operator of LINE WORKS, a LINE chat for businesses. Operated under Works Mobile Japan Corp. (WORKS KR’s wholly-owned subsidiary) in Japan, the service has dominated paid corporate chat services for two consecutive years in Japan according to an annual study on new software business markets published in August 2019. ^{*1}

LINE’s latest decision to subscribe to WORKS KR’s new shares is to strengthen its relationship with WORKS KR and Works Mobile Japan Corp.

LINE is expected to own 10.6% of WORKS KR as a result of the allotment.

^{*1} Based on the 2019 report on new software business markets published by Fuji Chimera Research Institute, Inc.

2. Details of WORKS KR

(1) Company name	WORKS MOBILE Corporation
(2) Address	10F, KRAFTON Tower, 117, Bundangnaegok-ro, Bundang-gu, Seongnam-si, Gyeonggi-do, 13529, Republic of Korea
(3) Title and name of representative	CEO, Han Kyu Heung
(4) Lines of business	Provision, establishment, and maintenance of computer system solutions
(5) Capital	22,455,579,588 KRW
(6) Founded	April 1, 2015
(7) Major shareholder	NAVER Corporation: 70%

and shareholding percentage	
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3. Number of shares to be acquired, total payment amount, and number of shares owned before and after allotment

(1) Number of shares owned before allotment	0 shares (Voting rights: 0) (Voting interest: 0%)
(2) Number of shares to be acquired	532,042 shares
(3) Total payment amount	KRW 65,000,103,182
(4) Number of shares owned after allotment	532,042 shares (Voting rights: 532,042) (Voting interest: 10.6%)

4. Schedule

(1) Resolution date of general meeting of shareholders	April 28, 2020
(2) Execution date of agreement	April 30, 2020 (tentative)
(3) Payment date	May 11, 2020 (tentative)

5. Impact on financial results

The allotment does not make WORKS KR an equity method affiliate of LINE. Furthermore, WORKS KR's impact on LINE's consolidated earnings for the fiscal year ending December 2020 will be limited. However, WORKS KR will contribute to a mid to long-term performance increase for LINE's businesses in Japan.