# Sport Business



## Introduction of Sports Business

#### **Sports Business**

Sales of soft tennis ball Sales of tennis clothes and various sports goods Construction of sports facility Operation and revitalization of tennis club













#### Adhere to Tradition

Business development with traditional soft tennis ball brand "AKAEMU" for last 128 years since our company initiation







# Acceleration Plan III 「Restart」 2018~2023 Sport Business



#### Core Competence

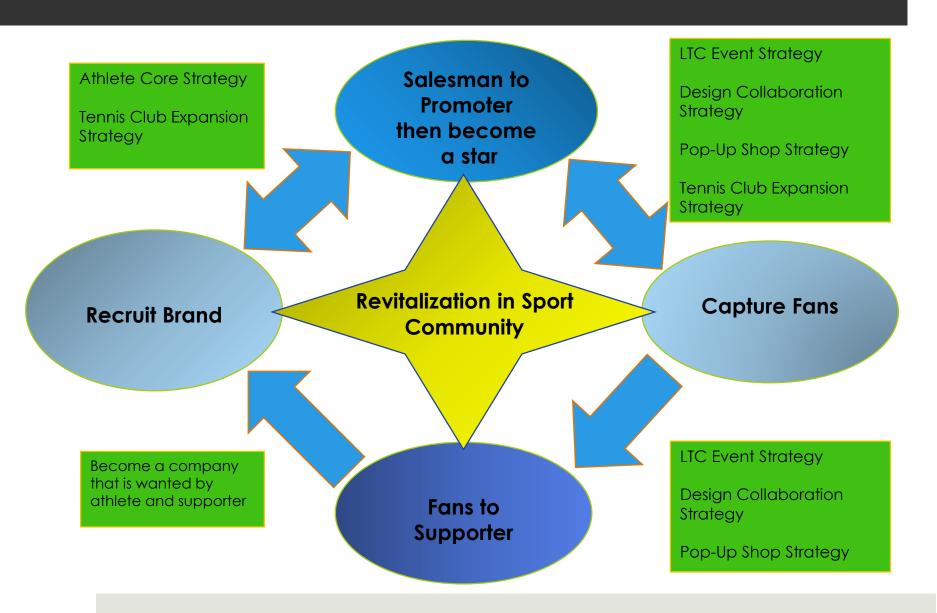
- Leadership by our athlete employees in sports community.
- Vast knowledge to make profit from sport service industry (Significant increase in trend for Tennis Lesson, Tournament, and Revenue from Event Cheering)
- AKAEMU Ball Brand (In house production) which has 128 years history and holds majority in domestic market share.

## Policy

#### From Salesperson to Promoter

~Delivering the best experiences to Sports Lover~

#### **Business Model**



## 6 LUCENT

## Lucent 5 Big strategy

- 1. Athlete Core Strategy
- 2. Tennis Club Expansion Strategy
- 3. LTC Event Strategy
- 4. Design Collaboration Strategy
- 5. Pop-Up Store Strategy

## Athlete Core Strategy

- 1. Active recruiting of atheletes
  Become the top company desired by athletes
- 2. Education of athlete employees From salespersons to promoters, then become stars
- 3. Promotion by athlete employees Event promotion by our own brand and our athlete employees

## Tennis Club Expansion Strategy

Measure and policy - Tennis Club Revitalization

#### Further expansion by revitalization

Using our knowledges and experiences to revitalize old unprofitable tennis club. (tennis community)







#### LTC Event Strategy

Measure and policy - Holding more various events

- »Popularizing 「Do」 「Watch」 「Cheer」 for sports.
- > Various sports event creation and expansion both in real and virtual.
- »Coaching at school.

## Design Collaboration Strategy

Measure and policy - Establish New Brand

#### 「Cool」「Cute」「Superior」

- Using Design Collaboration to breeze a new wind into the line-ups.
- > Establish new line-ups for adults.
- Continuously developing goods that meet consumer needs regardless of season.

## Pop-Up Store Strategy

#### Real Pop-Up Store

- Use athlete employees to strengthen our brand image and promote Pop-Up Store actively
- Utilize events and other risen opportunity to the maximum

#### ➤ Virtual Pop-Up Store

- Expand direct sales from website

#### Shift to service business

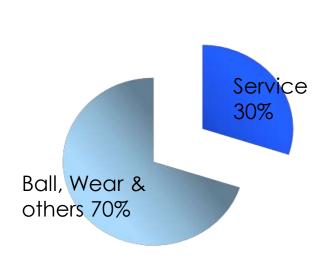
Sales Ratio from 7:3 to 3:7

- In line with tennis club expansion strategy, we increase the number of tennis courts, and get more members.
- Hold events with our athlete employees as main stars.
- > Get fans from design collaboration strategy.
- Develop real and virtual Pop Up Store.

#### Revenue Ratio

Shift to service business

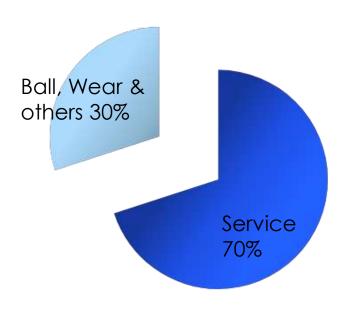
March, 2018



1,561

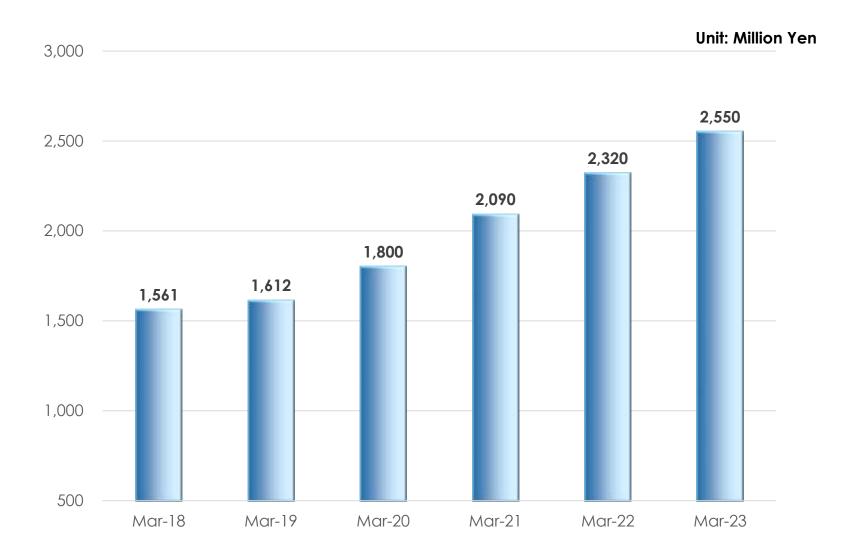
Million Yen

March, 2023

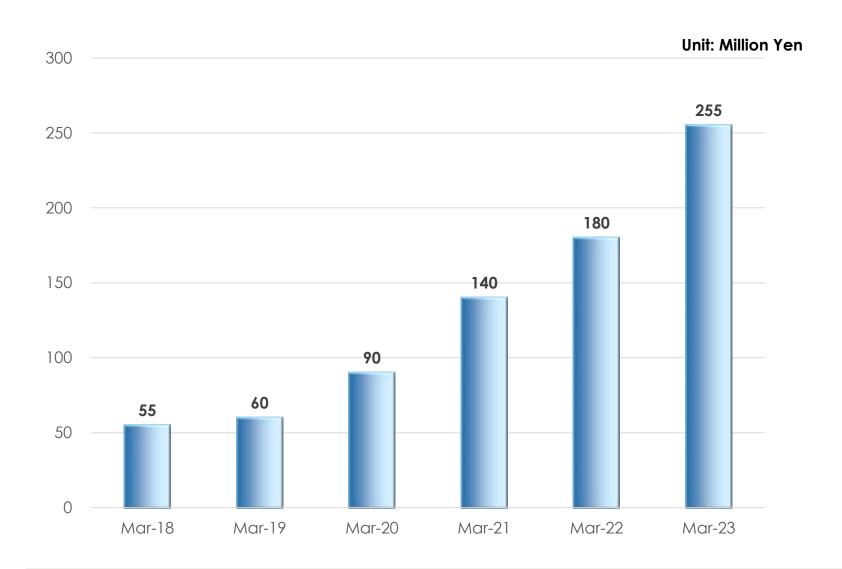


2,550
Million Yen

## Target Revenue



## Target Operating profit



#### Slogan

Support "Energy" for people all over Japan through Sports Community.



# Thank you...

