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[Translation]

Date: March 22, 2021

For immediate release

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Notice on the Holding of the Third-Continuation Meeting for Second Creditors' Meeting under Turnaround ADR Proceedings

We hereby announce an outline of the third-continuation second creditors' meeting (creditors' meeting for discussing the draft business revitalization plan) under the Turnaround ADR proceedings held today as follows:

Sanden Holdings Corporation (hereinafter referred to as the 'Company') and certain of its subsidiaries (hereinafter collectively referred to as 'Our Companies') are striving for a business turnaround, through the specified certified dispute resolution proceedings under the Act on Strengthening Industrial Competitiveness (*i.e.*, the Turnaround ADR proceedings).

Our Companies have been developing a draft business revitalization plan in order to achieve robust profitability and fundamentally to improve their financial condition. In such a situation, as announced in the notice titled "Issuance of New Shares through Third-Party Allotment and Shelf Registration in respect of Issuance of New Shares, Partial Amendment to the Articles of Incorporation and Expected Changes in Parent Company and Largest Shareholder among the Major Shareholders" dated March 1, 2021, the Company entered into a share purchase agreement (hereinafter referred to as the 'Share Purchase Agreement') with Hisense Home Appliances Group Co., Ltd. (hereinafter referred to as 'Hisense Home Appliances Group') to issue new shares of common stock of the Company, the aggregate amount to be paid in for which is about 21.4 billion yen, through third-party allotment to a special purpose company to be incorporated by Hisense Home Appliances Group.

Subsequently, as announced in the notice titled “(Update and Progress of a Disclosure Matter) Issuance of New Shares through Third-Party Allotment and Shelf Registration in respect of Issuance of New Shares, Partial Amendment to the Articles of Incorporation and Expected Changes in Parent Company and Largest Shareholder among the Major Shareholders” dated March 19, 2021, the contractual status of Hisense Home Appliances Group under the Share Purchase Agreement and all of its rights and obligations thereunder were transferred to Hisense Japan Automotive Air-Conditioning Systems Corporation, which is a special purpose company incorporated by Hisense Home Appliances Group.

At the third-continuation meeting for the second creditors’ meeting (creditors’ meeting for discussing the draft business revitalization plan) held today, Our Companies explained to the financial institutions the draft business revitalization plan which has been developed through discussions with Hisense Home Appliances Group and Hisense Japan Automotive Air-Conditioning Systems Corporation based on the Share Purchase Agreement. In addition, the mediators reported to the financial institutions their result of the examination of Our Companies’ draft revitalization plan. Our Companies’ business revitalization plan will be reviewed by the financial institutions based on such examination. Our Companies will make every effort to gain their understanding of Our Companies’ business revitalization plan.

The schedule of the Turnaround ADR proceedings going forward is as follows:

Continuation meeting for third creditors’ meeting (creditors’ meeting for a resolution on the draft business revitalization plan): April 27, 2021 (currently scheduled)

However, please note that the schedule may be amended or postponed based on, among others, the progress of the proceedings.

End