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[Translation]

Date: June 25, 2021

For immediate release

Company name: Sanden Holdings Corporation
Representative: Zhu Dan, President
(Securities code: 6444 TSE First Section)
Inquiries: Toru Akima, Director, Division
General Manager of Finance &
Accounting Division
Tel: (03)-5209-3296

Change in Accounting Auditor

Sanden Holdings Corporation (hereinafter referred to as the ‘Company’) received a notification from its accounting auditor, KPMG AZSA LLC, of retirement as an accounting auditor upon the expiration of its term of office at the conclusion of the 95th ordinary general meeting of shareholders scheduled to be held on June 25, 2021. Accordingly, the Company hereby announces that there will be a change in its accounting auditor to perform the audit certification required under Article 193-2, Paragraphs 1 and 2 of the Financial Instruments and Exchange Act of Japan. The details are as follows.

1. Expected Date of Change
June 25, 2021 (Scheduled date for the 95th ordinary general meeting of shareholders)
2. Overview of Accounting Auditor to Retire
Name: KPMG AZSA LLC
Address: 1-2 Tsukudo-cho, Shinjuku-ku, Tokyo
Names of Engagement partners: Hiroto Yamane
Koji Aida
3. Date of Appointment of Accounting Auditor to Retire
1970
Please note that, as it is extremely difficult to investigate the period before 1970, the actual continued period of auditing dates might back to an earlier date.
4. Opinion or Comment on Audit Reports, Prepared from Accounting Auditor to Retire in the Past Three Years
Not applicable.

5. Reason for and Background to Change

While the Company has received a proposal since April 2021 including an increase of the amount of time required for the audit and an audit fee increase from its accounting auditor, KPMG AZSA LLC, for the audit and quarterly review operations for the fiscal year ending March 2022, given that the Company is currently in the process of business revitalization, the Company could not reach a conclusion as to whether it would accept this proposal by the time the Company's board of directors meeting was held on May 27, 2021 to determine the agenda items for the 95th ordinary general meeting of shareholders to be held on June 25, 2021.

On the other hand, the Company was also considering assigning the audit and quarterly review operations of the Company to Mazars Audit LLC as an alternative plan in case where the Company would not accept the proposal from KPMG AZSA LLC.

Then, as the Company received a notification, from Mazars Audit LLC, that an examination in respect of Mazars Audit LLC for the registration for audits of listed companies under the Japanese Institute of Certified Public Accountants was completed and Mazars Audit LLC was expected to be able to assume the audit and quarterly review operations of the Company the Company reported to KPMG AZSA LLC to that effect. In response to this report, the Company received a formal notification from KPMG AZSA LLC to the effect that it will retire as an accounting auditor upon the expiration of its term of office at the conclusion of the 95th ordinary general meeting of shareholders scheduled to be held on June 25, 2021.

6. Comments on "5. Reason for and Background to Change" above

(1) Comments of Accounting Auditor to Retire

The Company received a response that the accounting auditor to retire has no particular comment.

(2) Comments of Audit & Supervisory Board

The Company received a response that the Audit & Supervisory Board has no particular comment.

7. Future Prospect

The Company is currently taking the necessary procedures to select Mazars Audit LLC (General Representative Partner: Shota Oya; Location: ATT New Tower 11F, 2-11-7 Akasaka, Minato-ku, Tokyo) as its temporary accounting auditor. The appointment of Mazars Audit LLC as a temporary accounting auditor is scheduled to be resolved at the Audit & Supervisory Board's meeting to be held after the closing of the 95th ordinary general meeting of shareholders. The Company will promptly announce when it is appointed.

The Company has obtained assurance from KPMG AZSA LLC that it will cooperate in the transfer to Mazars Audit LLC of the audit and quarterly review operations.

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