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News release



[TRANSLATION]

July 12, 2023

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(Securities code: 6444 TSE First Section)
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**The Progress for Compliance with the Criteria for Listing in New Market Segment
(Supplemental information)**

Sanden Corporation, (the Company) disclosed the "Progress for Compliance with the Criteria for Listing in New Market Segment (the latest disclosure)" on March 30, 2023. There are discrepancies in the target dates between the latest disclosure and the "Plan for Compliance with the Criteria for Listing in New Market Segment (the previous disclosure)" disclosed on December 27, 2021. In order to clarify the content of the disclosure, the Company has provided the following information:

Initially, the target date of the plan in the previous disclosure, submitted on December 27, 2021, was the end of 2027 for achieving the criteria for the market capitalization of shares in circulation and the ratio of shares in circulation.

On January 30, 2023, the Tokyo Stock Exchange announced the contents of the "Handling of Transition Measures and Other Matters Relating to Continued Listing Criteria." Additionally, the Company changed its accounting period in 2021 from the end of March to the end of December. Considering these two major factors, the Company has decided to revise the target date for both criteria to December 31, 2025.

Regarding the criteria for the market capitalization of shares in circulation, the Company will strive to improve corporate value based on the proposed business revitalization plan. The Company plans to satisfy the criteria of the ratio of shares in circulation while comprehensively considering future capital policies, taking into account the status of the business with the progress of this business revitalization plan and the need for financing. This may include methods such as issuing new shares through a public offering and/or selling shares held by Hisense Japan Automotive Air Conditioning Systems LLC.

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