



FOR IMMEDIATE RELEASE
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Sanden Holdings Corporation

European Commission's Decision on Automotive Air-Conditioning Systems

On March 8, 2017 (Brussels Time), the European Commission decided to impose total fines of 64,605 thousand euros (about 7.8 billion yen) on Sanden Holdings Corporation (Sanden HD) and its wholly owned European subsidiary of Sanden International (Europe) Ltd. (SIE) in connection with certain automotive air-conditioning systems business, for violations of the EU competition law with respect to sales made in Europe.

Since July 2011, the European Commission has been conducting the investigation on Sanden HD and SIE with respect to the above, and the two companies have cooperated closely with such investigation. The European Commission's decision was adopted based on the settlement procedures under EU competition law.

Sanden HD has taken appropriate measures continually to review compliance system, internal rules and compliance training for employees in order to prevent recurrence. Sanden HD will continue strengthening a system for thorough compliance with laws and regulations throughout its global organization to rebuild trust from its stakeholders.

The payment of the fine will be recorded as an extraordinary loss for its consolidated financial forecast for the fiscal year ending March 31, 2017. Along with this decision, Sanden HD has today announced revision of its consolidated forecasts for the fiscal year ending March 31, 2017.

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