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To Whom It May Concern

Company Name: Sanken Electric Co., Ltd.  
Representative: Takashi Wada  
Representative Director, President  
Code No.: 6707 (the TSE, 1st Section)  
Inquiries: Akihiro Goto  
Finance and Investor Relations Division  
TEL: (048) 472-1111

### **Notice Regarding the Posting of Extraordinary Losses in Non-Consolidated Settlements**

The Company is pleased to announce that the Company has posted the following extraordinary losses on a non-consolidated basis for the year ended March 31, 2020.

#### Posting of extraordinary losses

The following items were recorded as extraordinary losses in the non-consolidated financial statements for the full fiscal year.

- Business structure reforms expenses of ¥2,816 million were posted due to the commencement and progress of "Business structure reforms" announced on November 6, 2019 and February 6, 2020.
- The Company booked ¥1,092 million in provision for loss on business of subsidiary that is scheduled to be dissolved due to the start of optimization of production systems in the semiconductor device business, one of the structural reforms described above. In addition, based on the "Accounting Standard for Impairment of Fixed Assets" the Company recorded a loss on fixed assets of ¥2,677 million, as it saw a decline in the profitability of the Company's business in non-consolidated accounting.