

(This notice has been translated from the original notice in Japanese. In the event of any discrepancy, the original in Japanese shall prevail.)

April 6, 2020

Name of Company: Sanshin Electronics Co., Ltd.

Representative: Toshiro Suzuki (Representative Director, COO)

(Code No. 8150 Listed in the First Section of the Tokyo Stock Exchange)

Enquiries to: Akio Misono (Director, Operating Officer and  
Senior General Manager of  
Finance & Accounting Division)

(Tel: +81-3-3453-5111)

For Immediate Release:

## Notice Regarding Cancellation of Dealership Agreement with Major Business Partner

Sanshin Electronics Co., Ltd. (hereinafter “the Company”) hereby notifies that the Company and Renesas Electronics Corporation (hereinafter “Renesas”), a major business partner, have agreed to cancel a dealership agreement previously concluded between the two companies, as follows.

### Details

#### 1. Timeline leading to cancellation of agreement

The Company had been selling Renesas products as a dealership for Renesas. In response to a request from Renesas, and after careful deliberation, the Company has agreed to the request. As such, by mutual agreement, the Company and Renesas have canceled their dealership agreement.

#### 2. Overview of business partner

Name and address of person who has ceased to be the Company’s largest (principal) shareholder

(1) Name	Renesas Electronics Corporation
(2) Location	TOYOSU FORESIA, 3-2-4, Toyosu, Koto-ku, Tokyo
(3) Name and title of representatives	Tetsuya Tsurumaru, Representative Director, Chairman Hidetoshi Shibata, Representative Director, President and CEO
(4) Details of operations	Research, development, manufacture, design, sale and servicing of various semiconductors
(5) Capital stock	22,213 million yen
(6) Date established	November 1, 2002
(7) Net assets	623,615 million yen (as of December 31, 2019)
(8) Total assets	1,667,359 million yen (as of December 31, 2019)

(9) Major shareholder and shareholding ratio	INCJ, Ltd.: 32.55% (as of December 31, 2019)	
(10) Relationships with listed companies	Capital relationships	No applicable relationships.
	Personnel relationships	No applicable relationships.
	Transaction relationships	Purchasing and sale of Renesas products
	Applicable status of related parties	No applicable relationships.

### 3. Details of transactions

Type of transactions	Net sales of Renesas products by the Company (Fiscal year ended March 31, 2019)	Net sales of Renesas products as share of the Company's consolidated net sales (Fiscal year ended March 31, 2019)
Purchasing and sale of Renesas products	18,169 million yen	12.3%

\*Does not include net sales to certain customers for whom the Company will continue to handle Renesas products on and after the expected date of cancellation of the dealership agreement as described in “4. Expected date of cancellation of dealership agreement” below.

### 4. Expected date of cancellation of dealership agreement

The expected date of cancellation of the dealership agreement is June 30, 2020. However, the two companies agree that the Company will continue to handle Renesas products for sale to certain customers even on and after the expected date of cancellation.

### 5. Future directions

The date of cancellation of the dealership agreement is June 30, 2020. As such, the cancellation of the dealership agreement with Renesas has no impact on the consolidated business results of the Company for the fiscal year ending March 31, 2020.

At this stage the degree of future impact of this event is unclear, as Renesas is still negotiating with prospective partners to whom to transfer the operations previously handled by the Company. When the degree of impact on the Company's operations in the fiscal year ending March 31, 2021 becomes clear, in light of careful examination of said impact, reworking of the Company's management strategy in view of this event and the possibly lingering impact of COVID-19, the Company will disclose that impact.

In view of this event, the Company's device business is reallocating human resources and redoubling its efforts to expand sales of products other than Renesas products.

(Reference) Forecast of consolidated business results for the fiscal year ending March 31, 2020 (announced May 13, 2019) and results for the previous term (ended March 31, 2019)

(Unit: Million yen)

	Net sales	Operating profit	Ordinary profit	Net profit attributable to shareholders of parent company
Forecast of business results for current term (Ending March 31, 2020)	124,000	2,150	1,900	1,500
Results for previous term (Ended March 31, 2019)	147,879	1,965	1,737	1,449