

May 27, 2021



Company name: Osaki Electric Co., Ltd.  
Representative: Chairman and CEO  
Yoshihide Watanabe  
(Code: 6644, TSE 1st Section)  
Contact: Senior Managing Executive Officer  
Head of Administration Division  
Kazuo Nemoto

## Notice regarding Change of Independent Auditor

Osaki Electric Co., Ltd. (Tokyo, hereinafter “Osaki” or “the company”) hereby announces that it has resolved, at a meeting of the Audit & Supervisory Board held on May 27, 2021, to change its independent auditor, who performs the audit certification set forth in the Article 193-2, paragraphs (1) and (2) of the Financial Instruments and Exchange Act. At the meeting of the Board of Directors held on the same day, the company has resolved to submit a proposal for "Appointment of Accounting Auditor" to the Ordinary General Meeting of Shareholders to be held on June 25, 2021. The details are as described below.

1. Scheduled date of change

June 25, 2021 (Scheduled date for 107th Ordinary General Meeting of Shareholders)

2. Overview of incoming and retiring independent auditors

(1) Overview of incoming independent auditor

(i) Name	RSM Seiwa
(ii) Location	4F Shosankan Building, 1 Chome 3-2 Iidabashi, Chiyoda-ku, Tokyo
(iii) Name of engagement partner (Plan)	Etsuo Kakehi
(iv) Registration status under the registration system for listed company audit firms of the Japanese Institute of Certified Public Accountants	Registered

(2) Overview of retiring independent auditor

(i) Name	Hara Audit Corporation
(ii) Location	264 Shin-Otemachi Bldg, 2 Chome 2-1 Otemachi, Chiyoda-ku, Tokyo
(iii) Name of engagement partners	Tadashi Shimazaki Masaki Oishi

3. Reason for selecting the party stated in 2. (1) as a candidate for independent auditor

The Audit & Supervisory Board has selected RSM Seiwa as a qualified candidate for the accounting auditor based on a comprehensive consideration of the quality control system, independence, size of the firm and their expertise. The Board also expects that the firm will strengthen the global audit structure and bring a new perspective in conducting audit at the Company.

4. Date of original appointment of retiring independent auditor

January, 1962

5. Opinions on audit reports and other documents prepared by the retiring independent auditor over the last three years

Not applicable.

6. Reason and background for determining or leading to change

The contract with the accounting auditor, Hara Audit Corporation, expires at the closing of the 107th Ordinary General Meeting of Shareholders scheduled to be held on June 25, 2021. The Company has appointed Hara Audit Corporation for more than 59 years. However, the Company decided to terminate the contract for the following reasons; a) continuous auditing by the same firm over a long period of time may not be appropriate in the view of enhancing governance, b) the Certified Public Accountants and Auditing Oversight Board warned against Hara Audit Corporation on February 26, 2021, and reported to Director of the Financial Services. The reasons for appointing RSM Seiwa as the independent auditor are stated in 3. above.

7. Opinions for reason and background described in 6. above

(1) Opinion of retiring independent auditor

None

(2) Opinion of the Audit & Supervisory Board

Reasonable

End of notice