

November 14, 2023

To whom it may concern:

Corporate name: Sharp Corporation
Name of Representative: Po-Hsuan Wu
Chief Executive Officer
(Code No. 6753/Prime Market)

Notice of Change of Consolidated Subsidiary and Specified Subsidiary

Sharp Corporation (hereinafter "Sharp") has decided today to transfer its consolidated subsidiary, Kantatsu Co., Ltd. (hereinafter referred to as "Kantatsu") to EIKI SHOJI Co., Ltd. (hereinafter referred to as "EIKI SHOJI"). As a result, there will be changes in Kantatsu and its subsidiary, Pinghu Kantatsu Fine Technology Co., Ltd, which is our specified subsidiary.

1. Summary

Kantatsu is engaged in the manufacturing and sales of micro-lens units, among other activities, but its performance has been sluggish under the intensifying competitive environment. As our company, we have decided that it is best to transfer Kantatsu to EIKI SHOJI, which primarily engages in international trade of electronic components and has a strong sales channel in China, in order to improve Kantatsu's performance while focusing on the selection and concentration of our group's businesses.

As Sharp plans to continue its collaborative relationship with Kantatsu as a joint development partner and supplier for micro-lens units and other products, Sharp will continue to hold a portion of the company's shares.

2. Outline of the subsidiary to be transferred

(1) Kantatsu Co., Ltd.

① Corporate name	Kantatsu Co., Ltd.
② Location	4-12-6,Higashi-shinagawa, Shinagawa-ku, Tokyo
③ Job title and name of representative	Osamu Iuchi, President & CEO
④ Business Activities	Design and manufacturing of micro-lens unit
⑤ Share Capital	90 million yen

(2) Pinghu Kantatsu Fine Technology Co.,Ltd

① Corporate name	Pinghu Kantatsu Fine Technology Co.,Ltd
② Location	Xingping second Road 808, Pinghu economic development zone, Pinghu City, Zhejiang

③	Job title and name of representative	Osamu Iuchi , President		
④	Business Activities	Design and manufacturing of micro-lens unit		
⑤	Share Capital	51,371 thousand USD		
⑥	Establishment	January 21, 2001		
⑦	Accounting Period	December 31		
⑧	Major shareholder and shareholding ratio	Kantatsu Co., Ltd. :100%		
⑨	Relationship between the listed company and the company in question			
	Capital relationship	The company is a consolidated subsidiary of Sharp Corporation		
	Personnel relationship	None		
	Business relationship	Procurement of micro-lens unit		
⑩	Operating results and financial condition of the company during the last three years			
	Fiscal year	Ended December 2020	Ended December 2021	Ended December 2022
	Net assets	133,851 thousand RMB	-96,691 thousand RMB	-253,079 thousand RMB
	Total assets	650,052 thousand RMB	411,062 thousand RMB	113,441 thousand RMB
	Net assets per share	—	—	—
	Net sales	511,816 thousand RMB	93,922 thousand RMB	44,078 thousand RMB
	Operating profit	-40,134 thousand RMB	-150,320 thousand RMB	-109,706 thousand RMB
	Ordinary profit	-41,739 thousand RMB	-243,073 thousand RMB	-363,294 thousand RMB
	Profit attributable to owners of parent	-45,623 thousand RMB	-231,387 thousand RMB	-334,249 thousand RMB
	Income per share	—	—	—

3. Outline of the counterparty

①	Corporate name	EIKI SHOJI Co., Ltd
②	Location	Kakuta Build. 7F 1-23-1 Oi, Shinagawa-ku, Tokyo
③	Management	Yasushi Fuji, Representative Director
④	Business Activities	Sales of electronic components and semiconductor sensors Order production and sales of electronic devices and home appliances Recycling and import/export business
⑤	Share Capital	98 million yen
⑥	Establishment	October 28, 1998
⑦	Number of issued shares	2,020 shares
⑧	Accounting Period	March 31

⑨	Major shareholders and shareholding ratio	Limited Liability Company Omi	68.317%
⑩	Relationship with the Company and its subsidiaries		
	Capital relationship	None	
	Personnel relationship	None	
	Business relationship	None	
	Applicability to related parties	None	

4 . Kantatsu stock status

(number of shares owned by the company/total number of issued shares)

Number of shares owned before transfer 601,748 shares

Number of shares acquired 593,748 shares

*The transfer price is not disclosed due to confidentiality obligations.

Number of shares owned after transfer EIKI SHOJI Co., Ltd 593,748 shares

 Sharp Corporation 8,000 shares

5 . Schedule

Contract signing date November 14, 2023

Share transfer date November 30, 2023 (scheduled)

6 . Future Prospects

The impact of this transaction on consolidated performance is minor.

End