

Company Representative	JVCKENWOOD Corporation EGUCHI Shoichiro Representative Director of the Board, President and CEO (Code: 6632; First Section of the Tokyo Stock Exchange)
Contact	KIMURA Go General Manager, Corporate Communication Department (TEL: 81-45-444-5310)

Transition to a Company with an Audit & Supervisory Committee

JVCKENWOOD Corporation (“JVCKENWOOD”) resolved at the Board of Directors held today to transition from a company with an Audit & Supervisory Board to a company with an Audit & Supervisory Committee, subject to approval at the 17th Ordinary General Meeting of Shareholders scheduled for June 2025.

1. Background and purpose of the transition

JVCKENWOOD regards increasing the transparency and efficiency of decision-making in management by strengthening corporate governance and aiming to improve corporate value as one of the most important management issues. To this end, the company has adopted a framework that separates management and execution, appoints external directors and external auditors, and strengthens supervisory functions through the establishment of an internal audit department. The company is committed to strengthening and enhancing corporate governance by developing a comprehensive internal control system across the group. Based on these fundamental principles, the company has been working to strengthen corporate governance since its establishment in October 2008.

Additionally, JVCKENWOOD views the enhancement of corporate governance as a critical issue. This includes transitioning to a monitoring board through further delegation of authority by the Board of Directors, ensuring a majority of independent external directors, and promoting greater diversity. Diligent research and consideration have been conducted to determine the optimal organizational structure to achieve these goals. As a result, the Board of Directors has resolved that transitioning from a company with an Audit & Supervisory Board to a company with an Audit & Supervisory Committee is appropriate. This change aims to expedite decision-making and business execution while strengthening supervisory functions.

2. For further enhancement of corporate governance

By transitioning from a company with an Audit & Supervisory Board to a company with an Audit & Supervisory Committee, the Board of Directors will enhance its supervisory functions, guiding the overall management direction and compliance of the entire group. Through this, JVCKENWOOD aims to improve corporate value. To swiftly and flexibly respond to changes in the business environment, the company will continue to advance corporate governance reforms, such as speeding up decision-making. By adopting a proactive approach to governance, the company aims to meet the demands of shareholders, institutional investors, and other stakeholders.

3. Transition schedule

The transition to a company with an Audit & Supervisory Committee is scheduled to take place after obtaining approval for the necessary amendments to the Articles of Incorporation and the election of directors at the 17th Ordinary General Meeting of Shareholders, which is scheduled for June 2025.

4. Other matters

For details on the Board of Directors' structure after transitioning to a company with an Audit & Supervisory Committee, please refer to today's announcement titled "New Management Structure and Changes in Representative Directors Following This Year's Ordinary General Meeting of Shareholders and Appointment of Executive Officers Effective April 1, 2025." Information on the amendments to the Articles of Incorporation related to this transition will be announced as soon as they are determined.