

July 5, 2024

Company Name: ENECHANGE Ltd.

Representative: Yohei Kiguchi, Representative Director and CEO

(TSE Growth Code No. 4169)

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Notice Concerning Change of Certified Public Accountants

ENECHANGE (hereinafter referred to as "the Company") has agreed on July 5 to terminate the audit contract with KPMG AZSA LLC (hereinafter referred to as "AZSA"), which serves as the accounting auditor under Article 193-2, Paragraphs 1 and 2 of the Financial Instruments and Exchange Act and the Companies Act. The termination will take effect on the date specified in writing by AZSA to our company after the submission date of the FY24 Q1 review report for the 10th fiscal year (from January 1, 2024, to March 31, 2024).

As a result, there has been a change in the certified public accountant conducting the audits under Article 193-2, Paragraphs 1 and 2 of the Financial Instruments and Exchange Act. Similarly, the same applies to the certified public accountant who conducts audits under the Companies Act.

1. Scheduled date of change for resigning certified public accountants

After submitting the FY24 Q1 quarterly report, a date will be specified in writing separately by AZSA. The specified date will be announced once it is officially decided.

2. Outline of the resigning certified public accountants

(1) Resigning Certified Public Accountants

Name	KPMG AZSA LLC
Location	1-2 Tsukudo-cho, Shinjuku-ku, Tokyo
Managing Partners	Masaki Sugiyama, Toshiya Terade

3. Established date of the resigning certified public accountant

March 29, 2016

4. Reasons and background of the transfer

In February 2024, upon a request from AZSA to conduct digital forensics, our management explained to AZSA that the management had provided loans to the largest bondholders of the Special Purpose Company (hereinafter referred to as "SPC") in the EV charging business. Furthermore, as a result of the digital forensics, new facts that significantly impact the determination of whether to include the SPC in the consolidation scope were identified in emails of the management and executive officers.

Based on discussions with AZSA, we determined that it was necessary to revise the judgment and related accounting treatment that had been adopted up to FY23 Q3, which did not consider the SPC as a consolidated subsidiary. Additionally, at the request of AZSA, we commissioned an external investigation committee

regarding the determination process of the consolidation scope and internal control issues related to the SPC.

The investigation report revealed that before the implementation of the above digital forensics and the start of the investigation by the external investigation committee, the management had deleted emails related to the aforementioned loans, and this action was deemed inappropriate for the management of a listed company, raising concerns about the integrity of the management. Under these circumstances, AZSA, taking into account the results of the investigation by the external investigation committee, judged that there was fraud by the management that caused significant misstatements in the financial statements, and assessed that there were issues with the integrity of the management, leading to a decline in trust, which significantly affects the circumstances of the audit. AZSA requested to resign, explaining that it would be difficult to continue the future audit contract.

Regarding the termination of the audit contract and the timing of the resignation, as announced in the "Notice Concerning the Approval of the Application to Extend the Submission Deadline for FY24 Q1 Quarterly Report" dated May 15, 2024, considering that the extended deadline for submitting the FY24 Q1 quarterly report is approaching on July 16, 2024, we discussed with AZSA to conduct only the review of the Q1 quarterly report. We received a response from AZSA agreeing to conduct only the quarterly review, taking into account the perspective that timely review of the Q1 quarterly report would also contribute to investor protection.

As mentioned above, we agreed with AZSA that the audit contract will be terminated on the date specified separately in writing by AZSA after the submission date of the FY24 Q1 quarterly report, and that they will resign as an accounting auditor under the Companies Act.

5. Opinions on the reasons and background mentioned above

(1) Opinion of the resigning certified public accountant

We have received a response that there are no specific opinions.

(2) Opinion of the Audit Committee

We have received a response that there are no specific opinions.

6. Opinions in audit reports and other documents by the resigning CPA over the past three years

There are no applicable matters.

7. Future Outlook

We have started the selection of certified public accountants and other auditors to conduct the audit certification under Article 193-2, Paragraphs 1 and 2 of the Financial Instruments and Exchange Act, and temporary accounting auditors based on Article 346, Paragraphs 4 and 6 of the Companies Act. We will promptly inform you once a decision is made. Additionally, we have confirmed that AZSA will cooperate in the handover of audit work.