

FAQ for TKH suppliers

1. Which entities filed for Chapter 11?

TK Holdings, Inc.; Takata Americas; TK Finance, LLC; TK China, LLC; Takata Protection Systems Inc.; Interiors in Flight Inc.; TK Mexico Inc.; TK Mexico LLC; TK Holdings de Mexico S. de R.L. de C.V.; Industrias Irvin de Mexico, S.A. de C.V.; Takata de Mexico, S.A. de C.V.; and Strosshe-Mex, S. de R.L. de C.V. The Debtors' other international affiliates and subsidiaries are not debtors in these chapter 11 cases.

2. Will suppliers be paid for post-petition goods and services provided to Takata?

Yes. Takata is working with a group of our OEM customers representing 80% of our annual sales (the "Customer Group") on an agreement to provide Takata with valuable accommodations and liquidity enhancements to finance the Chapter 11 cases. These proposed accommodations would be in the form of waivers of setoff rights, acceleration of payments to Takata, and resourcing limitations. As you might know, under Chapter 11, goods and services received on or after the Chapter 11 filing date (June 25, 2017) are entitled to priority status. Therefore, you can be assured that we can and will pay our obligations to suppliers going forward in the ordinary course.

In addition, the Chapter 11 filing entities have sought authorization from the Court to maintain their cash management systems in the ordinary course across all of Takata's businesses in the U.S., and we expect the Court will approve that request in the next day or two.

3. When can I expect a check for my outstanding bills? Will I be paid in full?

With respect to goods and services received before the filing date we are seeking authorization from the Court to pay certain prepetition claims of essential suppliers in the ordinary course if those suppliers agree to payment terms that are acceptable to TKH.

4. Is there a critical vendor program? Will I be selected?

TKH is seeking authorization from the Court to pay certain prepetition claims of essential suppliers in the ordinary course for goods and services received before the filing date if those suppliers agree to payment terms that are acceptable to TKH.

5. Does Takata currently have enough cash to operate its business?

Yes. In addition to our cash balance and cash from operations, we are working with the Customer Group on an agreement to provide Takata with valuable accommodations and liquidity enhancements to finance the restructuring. These proposed accommodations would be in the form of waivers of setoff rights, acceleration of payments to Takata, and resourcing limitations. Upon approval by the Court, the accommodations and additional liquidity support, along with Takata's cash flow from operations are expected to enable us to continue to operate our business and serve automotive customers globally in the ordinary course and without any significant disruptions.

In addition, the Chapter 11 filing entities have sought authorization from the Court to maintain their cash management systems in the ordinary course across all of Takata's businesses in the U.S., and we expect the Court will approve that request in the next day or two.

6. Will Takata continue to order goods/need services from me?

Yes. It is important to emphasize that we expect to continue to conduct business in the ordinary course in the U.S. and at our other facilities around the world. This means that we expect to maintain our relationships with all of our valued suppliers, who play an important role in our ability to continue to serve the needs of our OEM customers.

7. Why should I continue doing business with you, given this uncertainty?

We value our partnership with you, and we are committed to provide a stable supply of products, including replacement parts for recalls to our customers as we have been. Importantly, we expect to continue to conduct business in the ordinary course in the U.S. and at our other facilities around the world.

8. Will there be any impact on our relationship after the sale to KSS is completed?

We do not expect that there will be an impact on the terms of our relationship or our need to continue buying goods from you. You should know that KSS has indicated that it plans to retain Takata's existing non-PSAN supplier contracts to maintain an uninterrupted supply chain. We will keep you updated on the process and will certainly let you know if anything affects our relationship.

9. Can I take my goods back?

It is against the law to take back goods from a company that has filed for Chapter 11 without a Court order. We recommend that you consult with your attorney before taking any such action.

10. Will Takata “assume” or “reject” my vendor contract?

KSS has indicated that it plans to retain Takata's existing non-PSAN supplier contracts to maintain an uninterrupted supply chain. However, you will receive specific notice of any changes and you will be afforded an appropriate amount of time to respond. Importantly, the Bankruptcy Code requires that you continue to perform under the terms of your existing contract until the Company has made a determination with respect to the treatment of your contract.

11. Has Takata hired a claims agent?

Yes. Prime Clerk is serving as Takata's claims agent. Takata has set up a website with information about the Chapter 11 case and access to court documents, which you can visit here: www.TKrestructuring.com.

12. How do we file a proof of claim with the Court?

The deadline for filing a proof of claim has not yet been set. Once a deadline is set, you will receive notice of the deadline and instructions about how to file a proof of claim.

13. How can I get updates and additional information?

For more information on the Chapter 11 case, including legal documents that are filed with the court, please visit www.TKrestructuring.com. If you have additional questions, please speak with your TKH Buyer Representative.

We ask that you please prepare and have available your latest Accounts Receivable Statement when you speak with your TKH buyer representative.

14. Will I have the same contact person?

Yes. We are continuing to operate our business as usual and our business relationship should not change.