

Shareholder Reference Number (SRN)

**This letter is being sent to the shareholders of Chemring Group PLC (the “Company”) for information only and no action is required to be taken. If you have sold or transferred all of your shares in the Company you should pass this document to the purchaser or transferee or to the person through whom the sale was effected for transmission to the purchaser or transferee.**

Dear Shareholder

#### CHANGE OF AUDITOR

We are writing to inform you of the decision by the Board of Directors of the Company to appoint KPMG LLP (“KPMG”) as auditor of the Company for the year ending 31 October 2018. The appointment of KPMG as auditor will be subject to confirmation by the shareholders at the 2019 Annual General Meeting of the Company. This change in the Company's auditor follows the successful conclusion of a tender process for the statutory audit contract.

A copy of the resignation statement from Deloitte LLP (“Deloitte”) is attached and is being sent to shareholders for information only as required by section 520(2) of the Companies Act 2006.

The Company's Board of Directors would like to take this opportunity to thank Deloitte for its services to the Company.

Yours faithfully



Carl-Peter Forster  
Chairman  
Chemring Group PLC

The Directors  
Chemring Group PLC  
Roke Manor  
Old Salisbury Lane  
Romsey  
Hampshire  
SO51 0ZN

21 March 2018

Dear Sirs

This notice confirms that we will not be seeking re-appointment as auditors of the above company at the conclusion of our current term of office.

Yours faithfully



**Deloitte LLP**

## **Statement of reasons relating to the intention of Deloitte LLP not to seek re-appointment as auditors to Chemring Group PLC at the conclusion of our term of office**

The company put the audit out to tender and we were not successful in retaining it.

Unless the company applies to the court, this statement of reasons is required to be brought to the attention of members or creditors of the company and must be sent by the company within 14 days to every person entitled under Section 423 of the Companies Act 2006 to be sent copies of the company's accounts. This is a requirement of Section 520(2) of that Act.

*Deloitte LLP*

**Deloitte LLP – Audit registration C009201919**

**21 March 2018**