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Securities Code: 8154

June 12, 2017

To all of our shareholders

Ryoichi Kado
President & COO
KAGA ELECTRONICS CO., LTD.
20 Kandamatsunagacho, Chiyoda-ku, Tokyo, Japan

Notice of the 49th Ordinary General Meeting of Shareholders

We hereby inform you of the 49th ordinary general meeting of shareholders of KAGA ELECTRONICS CO., LTD. (the "Company") to be held as follows and your attendance is most sincerely requested.

If you are unable to attend the general meeting, you can exercise your voting rights in writing; so please read the attached Reference Documents for the General Meeting of Shareholders, express your approval or disapproval of the proposals in the enclosed Exercise Voting Rights Form, and return it to us by no later than 5:30 p.m. on June 28, 2017 (Wednesday) (Japan Time), the day before the day on which the general meeting will be held.

1. Date and Time 10:00 a.m. on June 29, 2017 (Thursday) (Japan Time)

2. Place Akihabara Business Center 5F, AP Akihabara
1-1 Akihabara, Taito-ku, Tokyo

3. Agenda of the Meeting

Matters to be reported

1. The Business Report and Consolidated Financial Statements for the 49th fiscal year (from April 1, 2016 to March 31, 2017), and results of the Audit Reports by the Accounting Auditor and the Board of Auditors of the Consolidated Financial Statements
2. Non-consolidated Financial Statements for the 49th fiscal year (from April 1, 2016 to March 31, 2017)

Matters to be resolved

- Proposal No. 1** Distribution of Surplus
Proposal No. 2 Election of Ten (10) Directors

If you attend the meeting in person, please present the enclosed Exercise Voting Rights Form at the reception on arrival at the meeting.

Of the documents that the Company needs to provide along with this notice, Notes to the Consolidated Financial Statements and Notes to the Non-consolidated Financial Statements are posted on the Company's website on the Internet (<http://www.taxan.co.jp>).

These matters are included in the Consolidated Financial Statements and Non-consolidated Financial Statements audited at the time that the Auditor prepared the Audit Report and the Accounting Auditor prepared the Accounting Audit Report.

In the event of any changes to the Reference Documents for the General Meeting of Shareholders or the Business Report, Non-consolidated Financial Statements and Consolidated Financial Statements, they will be posted on the Company's website on the Internet (<http://www.taxan.co.jp>).

Reference Documents for the General Meeting of Shareholders

Proposal No. 1: Distribution of Surplus

The Company intends to distribute the surplus as follows.

Matters related to year-end dividends

We propose a year-end dividend for the 49th fiscal year as follows, taking into account the Company's business results in the fiscal year under review and business development, etc. going forward.

(1) Type of dividend property

To be paid in cash.

(2) Allotment of dividend property and the total amount

The Company proposes a regular dividend of 20 yen per share of common stock of the Company plus a special dividend of 15 yen, for a total dividend payout of 35 yen per share. Note that the total amount of the dividends in this case will be 960,247,750 yen.

As a result, combined with the interim dividend of 25 yen per share already paid, the annual dividend payout will be 60 yen per share and the total amount of the annual dividends will be 1,666,623,725 yen.

(3) Effective date of distribution of surplus

It is planned to be June 30, 2017.

Proposal No. 2: Election of Ten (10) Directors

We propose that ten (10) directors be elected as the terms of office of all ten (10) current directors will expire at the conclusion of this general meeting.

Candidates for director are as follows.

Candidate No.	Name (Date of birth)	Career summary, position and responsibilities in the Company (significant positions concurrently held)		Number of the Company's shares held
1	Isao Tsukamoto (September 1, 1943)	Sept. 1968	Established Kaga Electronics Co., Ltd. President & CEO	786,745
		Apr. 2007	Founder & CEO (to present)	
[Reasons for proposing the candidate for director] Isao Tsukamoto is the founder of the Company and served as President & CEO until 2007. Since then as Founder & CEO, he has used his extensive knowledge and human network, which goes beyond the industry, to give direction to management group-wide. Based on our judgment that his wealth of knowledge and professional abilities related to management will continue to be indispensable for the Group management and improvement of corporate value, we have made him a candidate for director.				
2	Ryoichi Kado (December 1, 1957)	Mar. 1980	Joined Kaga Electronics Co., Ltd.	41,472
		Apr. 1991	Division Manager of Sales Department No. 3, Sales Headquarters	
Apr. 1992	Division Manager of Amusement Products Sales Department, Sales Headquarters			
Apr. 1995	Division Manager of East Japan Sales Department, High Tech Business Division			
June 1995	Director			
Apr. 2002	Managing Director			
Apr. 2005	Senior Managing Director, General Manager of Specific Industry Business Headquarters			
Apr. 2011	Senior Managing Director, Head of Entertainment Business Unit			
Apr. 2012	Vice President, Head of Components Business Unit			
Apr. 2014	President & COO (to present)			
[Reasons for proposing the candidate for director] Since joining the Company, Ryoichi Kado has been involved in the major businesses of the Company and possesses leadership based on his extensive knowledge and results. Since being elected President & COO in 2014, he has contributed to improvement of corporate value by giving direction to Group management. Based on our judgment that his broad-ranging experience and capabilities are indispensable to promotion of the Medium-term Management Plan and central to the Group's management, we have made him a candidate for director.				
3	Shinsuke Takahashi (March 7, 1957)	Mar. 1980	Joined Kaga Electronics Co., Ltd.	26,230
		Apr. 1991	Division Manager of Specific Industry Sales Department	
June 1995	Director			
Apr. 2002	Managing Director			
Apr. 2005	Senior Managing Director			
Apr. 2011	Senior Managing Director, Head of Information Business Unit			
Apr. 2012	Senior Managing Director, Head of Entertainment Business Unit			
Apr. 2015	Senior Managing Director (to present)			
[Reasons for proposing the candidate for director] Shinsuke Takahashi's merits and experience, including establishing a revenue base for the specific industry business, which is one of the Company's main businesses, are indispensable to the Company. He also has management experience, having served as president of a consolidated subsidiary, and possesses broad-ranging knowledge and strong leadership skills, so we made him a candidate for director to improve corporate value.				

Candidate No.	Name (Date of birth)	Career summary, position and responsibilities in the Company (significant positions concurrently held)	Number of the Company's shares held	
4	Yukio Takashi (May 4, 1953)	Mar. 1977	Joined Kaga Electronics Co., Ltd.	22,355
		Feb. 1988	Deputy Division Manager of Engineering Development Department	
		Apr. 1991	Division Manager of Sales Department No. 2, Sales Headquarters	
		Apr. 1996	Division Manager of Sales Planning Department, Sales Promotion Headquarters	
		June 1996	Director	
		June 2004	Managing Director	
		Apr. 2005	Senior Managing Director	
		Apr. 2006	Director (part-time) President, Kaga Components Co., Ltd.	
		Apr. 2011	Senior Managing Director, Head of Components Business Unit	
		Apr. 2012	Senior Managing Director, Head of Promotion Business Unit	
		Apr. 2015	Senior Managing Director (to present)	
[Reasons for proposing the candidate for director] Yukio Takashi possesses broad-ranging knowledge, including extensive experience and technical knowledge, having been involved in Sales, Engineering and New Businesses since joining the Company and served as president of a power supply-related consolidated subsidiary, so we made him a candidate for director to improve corporate value.				
5	Shintaro Kakei (November 9, 1956)	Apr. 1993	Joined Kaga Electronics Co., Ltd.	20,500
		Apr. 1994	Manager of Asia Project Office, Sales Headquarters No. 2	
		Apr. 1997	Division Manager of Overseas Sales Department, Sales Headquarters	
		May 2000	Division Manager of Overseas Business Division, Electronics Business Headquarters	
		June 2000	Director	
		Apr. 2005	Managing Director	
		Apr. 2011	Managing Director, Head of Manufacturing Business Unit	
		Apr. 2014	Senior Managing Director, Head of Manufacturing Business Unit	
		Apr. 2015	Senior Managing Director, Head of Corporate Planning Department	
		Oct. 2015	Senior Managing Director (to present)	
[Reasons for proposing the candidate for director] Since joining the Company, Shintaro Kakei has been involved in the overseas and EMS businesses and possesses a solid track record and broad-ranging knowledge, having established a revenue base for those businesses. His business development results overseas and rich experience improve the corporate value, so we made him a candidate for director.				

Candidate No.	Name (Date of birth)	Career summary, position and responsibilities in the Company (significant positions concurrently held)		Number of the Company's shares held
6	Eiji Kawamura (August 14, 1955)	Mar. 1979	Joined Kaga Electronics Co., Ltd.	31,206
		Dec. 1985	President, Taxan (U.K.) Ltd.	
		Apr. 1993	Division Manager of Overseas Sales Department, Sales Headquarters No. 2	
		May 2003	President, Kaga Solution Network Co., Ltd.	
		Apr. 2005	Executive Officer, Head of Accounting Division and Head of Information Systems Department	
		Apr. 2012	Executive Officer, Head of Administration Headquarters	
		June 2012	Director, Head of Administration Headquarters and Head of Accounting Division	
		Apr. 2015	Director, Head of Administration Headquarters	
		June 2015	Managing Director, Head of Administration Headquarters (to present)	
[Reasons for proposing the candidate for director] Eiji Kawamura possesses broad-ranging knowledge and insights concerning the Group's operations, having been involved in Sales and Administration since joining the Company and served as president of consolidated subsidiaries in Japan and overseas, making him suited to strengthen business administration and corporate governance, so we have made him a candidate for director.				
7	Motonori Toshinari (June 25, 1959)	Mar. 1982	Joined Kaga Electronics Co., Ltd.	13,321
		Apr. 1992	President & COO of Kaga (H.K.) Electronics Limited	
		Apr. 1998	President of Taxan USA Corp	
		Apr. 2004	Division Manager of Overseas Sales Division, Overseas Business Division, Electronics Business Headquarters	
		Apr. 2010	President & COO of Kaga (H.K.) Electronics Limited	
		Jan. 2012	Executive Officer, Manager of EMS Business Division and President & COO of Kaga (H.K.) Electronics Limited	
		Apr. 2015	Executive Officer, Manager of EMS Business Division	
		June 2015	Director, Manager of EMS Business Division (to present)	
[Reasons for proposing the candidate for director] After joining the Company, Motonori Toshinari was involved in the launch of the subsidiary in Hong Kong, which served as the base for setting up operations in China, and he has since contributed to business expansion. He later served as president of overseas subsidiaries and has been involved in overseas business activities for many years. We have made him a candidate for director because his rich experience and broad-ranging knowledge are useful to the Company's overseas expansion.				

Candidate No.	Name (Date of birth)	Career summary, position and responsibilities in the Company (significant positions concurrently held)		Number of the Company's shares held
8	Mitsuhiro Nohara (March 4, 1959)	Mar. 1982	Joined Kaga Electronics Co., Ltd.	18,300
		Apr. 1997	Division Manager of Domestic Sales Department No. 1, Sales Headquarters	
		Apr. 2002	Executive Vice President and Director of Kaga (H.K.) Electronics Limited	
		Apr. 2003	President & CEO, Kaga (Shanghai) Electronics Co., Ltd.	
		Jan. 2004	President of Kaga Electronics (USA) Inc.	
		Apr. 2010	Deputy Division Manager of Special Sales Department, Electronics Business Division	
		Apr. 2011	Division Manager of Electronics Business Division, Components Business Unit	
		Apr. 2012	Executive Officer, Division Manager of Electronics Business Division, Components Business Unit, and Division Manager of Special Sales Department	
		Apr. 2015	Executive Officer, Division Manager of Electronics Business Division	
		June 2015	Director, Division Manager of Electronics Business Unit (to present)	
[Reasons for proposing the candidate for director] Mitsuhiro Nohara has been involved in the electronic component business for many years since joining the Company and possesses broad-ranging experience and knowledge, having launched overseas subsidiaries and served as president of overseas subsidiaries, and we have made him a candidate for director because he is valuable to the expansion of the Company's electronic component business.				
9	Susumu Miyoshi (September 20, 1940) Outside Independent	Apr. 1963	Joined Toyota Motor Co., Ltd. (currently Toyota Motor Corporation)	1,600
		Sept. 1994	Director at the above company	
		June 2001	Executive Vice President and Representative Director at the above company	
		June 2002	Consultant at the above company	
		June 2002	President & COO of Osaka Toyopet Co., Ltd. (currently Osaka Toyota Motor Co., Ltd.)	
		June 2005	Advisor to Toyota Motor Corporation (to present) Chairman of Osaka Toyopet Co., Ltd.	
		June 2008	Advisor to Osaka Toyota Motor Co., Ltd.	
		June 2009	Executive Advisor to Hitachi Maxell, Ltd. (to present)	
		June 2015	Director of the Company (to present)	
[Reasons for proposing the candidate for outside director] Susumu Miyoshi has served as Executive Vice President at Toyota Motor Corporation, and we believe that the reflection of his rich experience and broad-ranging knowledge as a member of management at Toyota and various other companies in the Company's management from an independent standpoint will strengthen the function of our Board of Directors, so we made him a candidate for outside director. He is currently an outside director of the Company, and his tenure as outside director will come to two (2) years at the conclusion of this meeting.				

Candidate No.	Name (Date of birth)	Career summary, position and responsibilities in the Company (significant positions concurrently held)	Number of the Company's shares held
10	Akira Tamura (July 23, 1946) <div style="border: 1px solid black; padding: 2px; width: fit-content; margin: 5px auto;">Outside</div> <div style="border: 1px solid black; padding: 2px; width: fit-content; margin: 5px auto;">Independent</div>	Apr. 1970 Joined the Bank of Japan June 1978 Deputy Director of the International Finance Bureau, Ministry of Finance (dispatched) Jan. 1998 Director of Information Systems Department, Bank of Japan Apr. 1998 Director of Information System Services Department at the above bank June 2001 Managing Director at Sohgo Security Services Co., Ltd. (ALSOK) Apr. 2008 Representative Director and Senior Executive Officer at the above company July 2011 Advisor to Okigin Economic Research Institute (to present) Apr. 2012 Advisor to Niigata Sohgo Security Services Co., Ltd. (ALSOK) (to present) June 2015 Director of the Company (to present)	1,600
<p>[Reasons for proposing the candidate for outside director] Akira Tamura has served as Director and Senior Managing Executive Officer at Sohgo Security Services Co., Ltd., and we believe that the reflection of his rich experience as a member of corporate management and his deep knowledge cultivated at the Bank of Japan and several other companies in the Company's management from an independent standpoint will strengthen the function of our Board of Directors, so we made him a candidate for outside director. He is currently an outside director of the Company, and his tenure as outside director will come to two (2) years at the conclusion of this meeting.</p>			

- (Notes)
1. No conflict of interest exists between any of the candidates and the Company.
 2. Susumu Miyoshi and Akira Tamura are candidates for outside directors.
 3. The Company has entered into contracts with Susumu Miyoshi and Akira Tamura based on the provisions of the Companies Act, Article 427, Paragraph 1 to limit their liability for damages under Article 423, Paragraph 1 of the said Act to within the minimum liability amount stipulated in Article 425, Paragraph 1 of the said Act. If their reelection is approved, the Company plans to renew the aforementioned contracts with them.
 4. Susumu Miyoshi and Akira Tamura satisfy the requirements for independent officers based on the provisions of the Tokyo Stock Exchange; so the Company has registered them as independent officers. If their reelection is approved, the Company plans for their appointment as independent officers to continue.