

October 22, 2013

To All Stakeholders:

Name of Company:	KAGA ELECTRONICS CO., LTD.	
Stock Code:	8154	
Stock Exchange Listing:	Tokyo Stock Exchange, First Section	
Headquarters:	3-12-8, Sotokanda Chiyoda-ku, Tokyo	
Representative	Title:	President & COO
	Name:	Tomohisa Tsukamoto
Contact Person	Title:	Director, Finance & Administration
		Headquarters
	Name:	Eiji Kawamura
	Phone:	+81-(0)3-4455-3111

Notice of Revisions in First Half and Fiscal Year Forecasts

KAGA ELECTRONICS CO., LTD. has revised the consolidated forecasts that were announced on July 31, 2013 as follows because of performance thus far in the current fiscal year.

1. Consolidated forecast for the first half ending September 2013 (April 1, 2013 – September 30, 2013)

	Net sales	Operating income	Ordinary income	Net income	Earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	114,000	100	300	(200)	(7.08)
Revised forecast (B)	121,000	1,900	2,300	1,100	38.93
Difference (B–A)	7,000	1,800	2,000	1,300	-
Pct. change (%)	6.1	-	666.7	-	-
(Ref.) Previous results (First half of FY 3/2013)	103,845	(470)	(355)	(1,373)	(49.79)

2. Consolidated forecast for the fiscal year ending March 2014 (April 1, 2013 – March 31, 2014)

	Net sales	Operating income	Ordinary income	Net income	Earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	230,000	1,800	2,300	1,200	42.47
Revised forecast (B)	247,000	3,600	4,300	2,200	77.85
Difference (B–A)	17,000	1,800	2,000	1,000	-
Pct. change (%)	7.4	100.0	87.0	83.3	-
(Ref.) Previous fiscal year (FY3/2013)	216,405	1,260	1,931	444	16.09

3. Reason for revision of forecasts

Sales of electronic components in Japan and overseas, including sales of semiconductors in Japan, the EMS business, and other operations have been better than expected. Due to this operating environment, the forecasts for the first half of the fiscal year ending in March 2014 and the fiscal year have been revised as shown above.

NOTE: Forecasts for results of operations are based on information available to management at the time this material was prepared and assumptions that management believes are reasonable. Actual results may differ significantly from these statements for a number of reasons.