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Dear Shareholders:

We would like to express our appreciation for your continued support and patronage.

Along with the delivery of the Notice of the 116th Annual General Meeting of Shareholders, please allow me to say a few words.

From April 2016, the SANYO DENKI Group has been undertaking its five-year eighth Medium-Term Management Plan.

We have been implementing specific measures aimed at the following four management targets:

(1) Continue to develop **world-leading products** in terms of quality, performance, and reliability.
(2) Establish a **borderless** sales system in which all Group companies operate under the same management policy to deliver products and services that boast uniform high quality to customers around the world.
(3) Enable **real time** viewing of information regarding our corporate activities from anywhere in the world.
(4) Build factory **automation** to improve production efficiency and quality as well as contribute to effective inventory reduction and production management.

For the fiscal year under review, we worked toward full automation all plants in Ueda City, Nagano Prefecture, and assembly processes for servo motor, servo amplifier, and cooling system products are now on the latest automated lines.

Furthermore, our plant in Subic, the Philippines was expanded significantly, and our production capacity in servo motor, servo amplifier, and power system products has greatly increased.

The Company's operating results for the fiscal year under review are described below.

Dividends at the end of the fiscal year under review will be 55 yen per share, if approved at this General Meeting of Shareholders.

We look forward to your continued support.

May 30, 2018

Shigeo Yamamoto
Chief Executive Officer / President and Chief Operating Officer

NOTICE OF
THE 116TH ANNUAL GENERAL MEETING OF SHAREHOLDERS

1. Date and Time: Friday, June 15, 2018 at 10:00 a.m. Japan time

2. Place: Conference Room, 11th Floor
SANYO DENKI CO.,LTD.
JR Otsuka Minamiguchi Building
3-33-1, Minami-Otsuka,
Toshima-ku, Tokyo,

3. Meeting Agenda:

Matters to be reported:
1. The Business Report, Consolidated Financial Statements for the Company's 116th Fiscal Year (April 1, 2017 - March 31, 2018) and results of audits of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board
2. Non-consolidated Financial Statements for the Company's 116th Fiscal Year (April 1, 2017 - March 31, 2018)

Proposals to be resolved:

Proposal: Appropriation of Surplus

When attending the meeting: Please submit the enclosed Voting Rights Exercise Form at the reception desk.
Please come wearing light clothing ("Cool Biz").

- Any updates to the Reference Documents, the Business Report, the Non-consolidated Financial Statements and Consolidated Financial Statements for the General Meeting of Shareholders will be promptly posted on

the Company's website (http://www.sanyodenki.co.jp).

- Pursuant to laws and regulations and Article 16 of the Articles of Incorporation of the Company, the items below are posted on the Company's website, and are not included in this convocation notice. As a result, these items are included in documents subject to audit that were audited by the Audit & Supervisory Board in preparation of the Audit Report and the Accounting Auditor in preparation of the Independent Auditor's Report.

▪ The Business Report	The structure and policies of the Company, and the status of its operations
▪ Consolidated Financial Statements	Consolidated Statements of Changes in Net Assets and notes to the consolidated financial statements
▪ Non-consolidated Financial Statements	Non-consolidated Statements of Changes in Net Assets and notes to the non-consolidated financial statements

Exercise of Voting Rights

Voting rights may be exercised via the following methods.

When attending the meeting in person
Date of Annual General Meeting of Shareholders: Friday, June 15, 2018 at 10:00 a.m. Japan time
Please submit the enclosed Voting Rights Exercise Form at the reception desk

When exercising voting rights by writing
Exercise deadline: Arrive by Thursday, June 14, 2018 at 5:00 p.m. Japan time
Please indicate your vote for or against the proposals on the enclosed Voting Rights Exercise Form and return it without postage.

When using the Internet
Exercise deadline: Input by Thursday, June 14, 2018 at 5:00 p.m. Japan time
Please indicate your vote for or against the proposals on the voting rights exercise website (https://www.e-sokai.jp) or the voting rights exercise website for smartphones.

When exercising voting rights, please be aware of the following:

- If you vote both in writing on the Voting Rights Exercise Form and via the Internet, the vote placed via the Internet, will be valid.
- In addition, if you submit your vote multiple times via the same method, the last vote will be valid.
- In the event that there is no indication of for or against, this will be considered voting for the proposal.

Reference Documents for the General Meeting of Shareholders

Proposals and References

Proposal: Appropriation of Surplus

To further strengthen the corporate structure and become resilient against harsh competitive forces in the industry for orders, in consideration of future business expansion etc., and while securing internal reserves, the Company has a fundamental policy of providing dividends proportional to business results.

Under this policy, concerning the appropriation of surplus for the fiscal year under review, the Company proposes the following.

Additionally, if the number of shares subsequent to the consolidation of shares implemented on October 1, 2017 is used as the standard, full-year dividends will amount to 105 yen per share, including the interim dividend of 50 yen per share. Furthermore, if the number of shares prior to the consolidation of shares is used as the standard, full-year dividends will amount to 21 yen per share, including the interim dividend of 10 yen per share.

1. Year-end dividend
   55 yen per share of common stock of the Company
   Total amount: 665,802,995 yen
2. Effective date of dividends
   June 18, 2018