

(Translation)

January 27, 2018

To: All Shareholders

Name of Company: Kuroda Electric Co., Ltd.
(Securities Code 7517, Tokyo Stock Exchange, First Section)
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Announcement of the Results of Repurchase Tender Offer and the End of Repurchase

Kuroda Electric Co., Ltd. (the "Company") has resolved, at its board of directors' meeting held on December 22, 2017, that it acquires its treasury shares and implement a tender offer as a specific means to repurchase such shares pursuant to Article 156, Paragraph 1 of the Companies Act (the Act No. 86 of 2005, as amended; the "Companies Act") as applied by replacing the phrases pursuant to Article 165, Paragraph 3 of the Companies Act and the articles of incorporation of the Company (the "Tender Offer") , and the Company had conducted the Tender Offer from December 25, 2017.

The Company hereby announces that the Tender Offer has ended on January 26, 2018 as described below.

The Company also announces that the repurchase of shares, based on the Company's board of directors' meeting held on December 22, 2017, has ended by the end of the Tender Offer.

I. Results of the Tender Offer

1. Outline of the Tender Offer

- (1) Name and Address of the Tender Offeror
Kuroda Electric Co., Ltd.
11-3, Kigawahigashi 4-chome, Yodogawa-ku, Osaka-shi
- (2) Class of Listed Shares to be Purchased
Common Shares
- (3) Tender Offer Period
 - (a) Tender Offer Period
20 business days from December 25, 2017 (Monday) to January 26, 2018 (Friday)
 - (b) Date of Public Notice on Commencement of Tender Offer
December 25, 2017 (Monday)
- (4) Tender Offer Price

2,688 JPY per share (the "Tender Offer Price")

(5) Settlement Method

(a) Name and Address of Head Office of Financial Instruments Business Operators, Banks, etc., in Charge of Settlement

Daiwa Securities Co. Ltd.

9-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo

(b) Commencement Date of Settlement

February 22, 2018 (Thursday)

(c) Settlement Method

A notice on purchase under the Tender Offer will be mailed to the address of the person who makes an acceptance of application for tender offer or application for sale of the share certificates, etc. with regard to the Tender Offer (hereinafter, the "Applicant Shareholders") (or in the case of foreign shareholders, the standing proxies) without delay after the closing of the period of the Tender Offer. Purchase will be settled in cash. The amount equal to the purchase proceeds less applicable withholding taxes (see Note) will be remitted from the tender offer agent to a place designated by the Applicant Shareholders (or in the case of foreign shareholders, the standing proxies) or be paid at the head office or branches of the tender offer agent who accepted the application without delay after the commencement date of settlement.

(Note) Imposition of taxes on shares purchased pursuant to a tender offer

* Each shareholder should seek professional advice from their tax experts etc. regarding the specific tax implications.

(x) Individual Shareholder

(i) Individual shareholders who are resident in Japan or non-residents with a permanent domestic establishment

If the amount of money received for tendering shares pursuant to the Tender Offer exceeds the amount of the Company's capital corresponding to the shares that are the basis of the receipt (in the case of a consolidated corporation, the amount of consolidated capital), the excess portion will be deemed to be dividend income and subject to taxation. With regard to the amount deemed to be dividend income, in principle, the amount equivalent to 20.315% (15.315% of income tax and Special reconstruction Special Income Tax based on the "Act on Special Measures for Securing of Financial Resources Necessary for Implement Measures to Restore from the Great East Japan Earthquake (Law No. 117 of 2011 and its amendments thereafter) and 5% of resident tax) (and for non-residents with permanent establishment in Japan, 5% of resident tax will not be collected) is withheld. However, for major shareholders etc. (hereinafter, the "Major Shareholders") prescribed in Article 4-6-2, Paragraph 12 of the Ordinance for Enforcement of the Act on Special Measures concerning Taxation (Decree No. 43 of 1954 and its amendments thereafter), the amount equivalent to 20.42% (income tax and special reconstruction income tax) will be withheld. Also, the portion of the amount of the money received for tendering shares pursuant to the Tender Offer less the amount deemed to be dividend shall be income from the transfer of shares. In principle, the amount deducted from acquisition proceeds from income from the transfer of shares is subject to separate self-assessment taxation.

In application to the Tender Offer with respect to shares, etc. of tax-exempt account prescribed in Article 37-14 (hereinafter, the "Tax-Exempt Account") under the Act of Enforcement of the Special Taxation Measures (Law No. 26 of 1954 and its amendments thereafter) (provision of tax exemption for transfer income etc. on small amount listed shares etc. within tax-exempt account), when a financial instruments business operator, etc. which established the Tax-Exempt Account established is Daiwa Securities Co. Ltd., in principle, transfer income by the Tender Offer will be tax exempt. If the Tax-Exempt Account is established by a financial instruments business operator, etc. other than Daiwa Securities Co. Ltd., it may be different from the handling described above.

(ii) Individual shareholders who are non-residents without a permanent domestic establishment

The amount deemed to be dividend income will be subject to 15.315% withholding (income tax and Special Reconstruction Income Tax only). If the shareholder is a Major Shareholder, the deemed dividend income will be subject to 20.42% withholding (income tax and Special Reconstruction Income Tax only). Also, in principle, income from such transfer will not be subject to taxation.

(y) Corporate shareholders

As a deemed dividend tax, for the portion where the Tender Offer Price exceeds the amount of stated capital per share, in principle, the amount equivalent to 15.315% (income tax and Special Reconstruction Income Tax) will be withheld against such difference.

2. Results of the Tender Offer

(1) Number of Share Certificates, etc. to be Acquired

Type of Shares Certificates, etc.	Planned Number of Shares to be Acquired	Planned Number of Shares to be Over-Purchased	Number of Shares to be Applied	Number of Shares to be Acquired
Common Shares	11,160,700 Shares	—	9,465,906 Shares	9,465,906 Shares

(2) Calculation in Purchasing by the Proportional Allocation Method

N/A

(3) Future Prospects

The common share of the Company (the "Company's Common Shares") are currently listed on the First Section of the Tokyo Stock Exchange (the "TSE") as of today. However, KM Holdings Co., Ltd (hereinafter, "KM Holdings"), the parent company of the Company, will acquire all the Company's Common Shares (excluding the Company's Common Shares held by KM Holdings and the treasury shares held by the Company), promptly after completion of the settlement of the Tender Offer, by demanding all Company's shareholders who did not tender their shares to the Tender Offer (excluding KM Holdings and the Company) to sell all of the Company's Common Shares held by them to KM Holdings. In such case, the Company's Common Shares will be delisted through the prescribed procedures in accordance with the stock delisting criteria established by the TSE. After delisting, the Company's Common Shares can no longer be traded on the TSE.

(4) Places for public inspection of the copy of the Tender Offer Statement

Kuroda Electric Co., Ltd. Tokyo Head Office
 (17-9, Minamioi 5-chome, Shinagawa-ku, Tokyo)
 Tokyo Securities Exchange, Inc.
 (2-1, Nihonbashi Kabutocho, Chuo-ku, Tokyo)

II. End of Repurchase of Shares

1. Content of Purchase

(1) Type of Shares to be Purchased Common Shares

(2) Total Number of Shares to be Purchased 9,465,906 Shares

(Note) The percentage to the number of total issued shares is 24.0%. (such ratio has been rounded to the second decimal place.)

(3) Total Acquisition Price JPY 25,444,355,328

(Note) The above price does not include the commission and various expenses payable to the tender offer agent.

(4) Period of Purchase

20 business days from December 25, 2017 (Monday) to January 26, 2018 (Friday)

(5) Method of Purchase

tender offer

The repurchase of shares pursuant to Article 156, Paragraph 1 of the Companies Act as applied by replacing the phrases pursuant to Article 165, Paragraph 3 of the Companies Act and the articles of incorporation of the Company, based on the Company's board of directors' meeting held on December 22, 2017, has ended by the end of the Tender Offer.

(Reference) Content of Resolution of the Company's Board of Directors' Meeting Held on December 22, 2017, regarding
Repurchase of Shares

(1) Type of Shares to be Purchased

Common Shares

(2) Total Number of Shares to be Purchased

11,160,800 Shares (the maximum)

(Note) The percentage to the number of total issued shares is 28.3%. (such ratio has been rounded to the second decimal place.)

(3) Total Acquisition Price

JPY 30,000,230,400 (the maximum)

(4) Period of Purchase

from December 25, 2017 (Monday) to February 28, 2018
(Wednesday)