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April 26, 2016

To All Shareholders

Company Name: Kuroda Electric Co., Ltd.

Name of Representative: Koichi Hosokawa, President

(Securities Code:7517 First Section of the Tokyo Stock Exchange)

**Notice regarding the Proposal on the Election of Directors
at the Ordinary General Meeting of Shareholders**

Kuroda Electric Co., Ltd. (hereinafter referred to as “the Company”) will hold the 81st Ordinary General Meeting of Shareholders (for fiscal year ending March 31, 2016) on June 29, 2016 (Wednesday), at 10:00 a.m. at its Osaka head office. While the Company previously announced on March 18, 2016, of the nomination of six (6) candidates for Directors to be submitted to the Ordinary General Meeting of Shareholders, the Company’s Nominating Committee and subsequently the Board of Directors have decided to nominate one (1) additional candidate will be nominated* as described below in order to further strengthen the Company’s corporate governance. Accordingly, the Company will ask shareholders to elect seven (7) candidates for Directors in the proposal.

We also hereby inform you of the composition of each committee (predeterminate) and the executive officers (predeterminate) after the Ordinary General Meeting of Shareholders, and the structure of operating officers of the Company on and after April 1, 2016.

PARTICULARS

1. Candidates for Directors and Substitute Outside Director

(1) Candidates for Directors

Director	Takashi Kaneko	(Reappointed)
Director	Koichi Hosokawa	(Reappointed)
Director	Nobuyuki Kuroda	(Reappointed)
Outside Director	Kunio Tsuneyama	(Reappointed)
Outside Director	Shigetoshi Okada	(Reappointed)
Outside Director	Atsushi Yamashita	(Reappointed)
Outside Director	Shuichi Shino	(Newly appointed) * Additional candidate

Mr. Kunio Tsuneyama, Mr. Shigetoshi Okada, Mr. Atsushi Yamashita, and Mr. Shuichi Shino are the candidates for Outside Directors stipulated in Article 2, Paragraph 3, Item 7 of Ordinance for Enforcement of the Companies Act.

(2) Candidate for Substitute Outside Director

Substitute Outside Director Akira Rokusya (Newly appointed)

Mr. Akira Rokusya is qualified as a candidate for Outside Director as stipulated in Article 2, Paragraph 3, Item 7 of the Ordinance for Enforcement of the Companies Act.

2. Committees' Members subject to approval at the 81st Ordinary General Meeting of Shareholders (predeterminate)

<Nominating Committee>

Chairman	Atsushi Yamashita	(Outside Director)
Member	Takashi Kaneko	
Member	Kunio Tsuneyama	(Outside Director)
Member	Shigetoshi Okada	(Outside Director)

<Compensation Committee>

Chairman	Shigetoshi Okada	(Outside Director)
Member	Koichi Hosokawa	
Member	Kunio Tsuneyama	(Outside Director)
Member	Atsushi Yamashita	(Outside Director)

<Audit Committee>

Chairman	Shuichi Shino	(Outside Director)
Member	Kunio Tsuneyama	(Outside Director)
Member	Shigetoshi Okada	(Outside Director)
Member	Nobuyuki Kuroda	
Member	Atsushi Yamashita	(Outside Director)

3. Executive Officers subject to approval at the 81st Ordinary General Meeting of Shareholders (predeterminate)

Chairman & Chief Executive Officer	Takashi Kaneko	: CEO
President & Chief Operating Officer	Koichi Hosokawa	: COO
Corporate Executive Vice President	Masami Murakami	: Chief Officer of Domestic Operations
Executive Vice President	Yoshinori Nakae	: Department Director Overseas Businesses 3rd Sales Department
Executive Officer	Masahiko Kira	: General Manager Business Strategy Office
Executive Officer	Yasunobu Mori	: Department Director Administration 1st & 2nd Division
Executive Officer	Shigeo Yamamoto	: Department Director Middle Japan Sales Department

Mr. Takashi Kaneko, Chairman & Chief Executive Officer, and Mr. Koichi Hosokawa, President & Chief Operating Officer, concurrently serve as Directors.

4. Operating Officers

The Company has decided to operate its business with enhancement of the operating officers' structure in addition to the executive officers' structure, effective April 1, 2016. Under this structure, the Company emphasizes the roles of operating officers more than ever and largely delegates authority to them while the Company further clarifies the responsibilities of each business field.

Operating Officer	Yoshiaki Sue	Department Director Overseas Businesses 1st Sales Department
Operating Officer	Junichiro Tanakamaru	General Manager Global Administration Division
Operating Officer	Kozo Nakayama	Department Director Overseas Businesses 2nd Sales Department
Operating Officer	Toshiaki Hara	Attendant to Chief Officer of Domestic Operations
Operating Officer	Kangsoo Yoon	KURODA ELECTRIC KOREA INC. Managing Director
Operating Officer	Cheng Jit Ann	Z. KURODA (SINGAPORE) PTE. LTD. Managing Director
Operating Officer	Yoshimi Masuda	Department Director HDD Business Division
Operating Officer	Shigeki Wakabayashi	Department Director Administration 3rd Division
Operating Officer	Takushi Kohyama	Komura-Tech Co., Ltd. President Director
Operating Officer	Saburou Higashi	General Manager Middle Japan Sales Department 2nd Sales Division
Operating Officer	Tetsuya Kasuga	Department Director Eastern Japan Sales Department
Operating Officer	Masami Matta	Department Director Western Japan 1st Sales Department
Operating Officer	Koichi Masumoto	Department Director Western Japan 2nd Sales Department
Operating Officer	Masaki Sogo	General Manager Personnel Division

End

Appendix

<Career Summary and Reasons for Nominating a New Candidate for Director>

Name: Shuichi Shino Born on December 1, 1949 66years old

Career Summary

April 1973	Joined Yamaichi Securities Company, Limited (“Yamaichi Securities”)
May 1985	Temporarily seconded to Nippon Investors Service, Inc. (currently Rating and Investment Information, Inc.), Senior Analyst of Credit Rating Department 1
September 1987	Returned to Yamaichi Securities Manager of Capital Market Planning Department of Yamaichi Securities
May 1993	General Manager of Capital Markets Department (Osaka) of Yamaichi Securities
April 1998	Joined Sekisui Chemical Co., Ltd. (“Sekisui Chemical”) In Charge of General Affairs Department, Finance Department and Public Relations, etc. of Sekisui Chemical
March 2002	Head of Investor Relations Group of Corporate Communications Division of Sekisui Chemical
March 2008	General Manager of Corporate Communication Division of Sekisui Chemical
June 2010	Full-time Statutory Auditor of Sekisui Chemical (retired in June 2014) Outside Statutory Auditor of Sekisui Jushi Corporation (retired in June 2014) Outside Statutory Auditor of Sekisui Machinery Co., Ltd. (retired in June 2014) Outside Statutory Auditor of Almetax Manufacturing Co., Ltd. (retired in June 2012)
July 2014	Advisor of Sekisui Chemical (retired in June 2015) Statutory Auditor of Sekisui Insurance Service Co., Ltd. (retired in June 2015)
June 2015	Outside Director of Gigaprize Co., Ltd. (to present)

(Reference)

Involvement with the establishment of "Overseas Audit Manual" as a member of Japan Audit & Supervisory Board Members Association (January 2012 - July 2013)

Reasons for additional nomination of Mr. Shuichi Shino as a Director

The Company has adopted the three committee system (a company with nominating committee, etc.) as the organizational structure for its corporate governance, and concentrated its efforts to enhance the governance function to the present. In a bid to further improve the operation and the function of the Board of Directors and the three committees (Nominating, Compensation and Audit Committees), we discussed the optimal structure of the Board of Directors and these committees that ensure combination of continuity and innovativeness to realize mid- and long-term sustainable improvement of the Company's corporate value. As a result, we have decided on nominating an additional candidate for Independent Outside Director. In the course of selecting a candidate, we sought an individual who meets the "Policies on the Approach to Corporate Governance" which were set forth by the Company, and the "Policies and Standards on the Composition of the Board of Directors and the Selection of Outside Officers" which is a part of the said policy. Consequently, we hereby confirm that Mr. Shuichi Shino satisfies the Company's policy and standards in every aspect. We have also obtained his consent for assuming office as the Company's Independent Outside Director and chairman of the Audit Committee, and thus we nominate him as an additional candidate for a new Director. Mr. Shuichi Shino is the candidate with expert knowledge in corporate finance accumulated through his career in the securities industry and in-depth experience as an Investor Relations Officer and Head of Corporate Communications Division at a major listed manufacturing company. Furthermore, he has also engaged in corporate audit practice as a full-time statutory auditor and a statutory auditor of its group company. He not only has such experience and insight, but has the highest qualifications and skills to enhance the Company's corporate governance and realize mid- and long-term enhancement of its corporate value. He also has many years of experience in discussions with domestic and overseas institutional investors and is familiar with the operations performed at job sites of overseas operating bases of global manufacturers because of his involvement with field inspections, etc. After his election as Outside Director is resolved, the Company's Board of Directors will be comprised of a majority of Independent Outside Directors, raising expectations to significantly improve the efficiency of the Company's corporate governance both in name and in substance.

<Career Summary of Candidate for Substitute Outside Director>

Name: Akira Rokusya Born on June 9, 1952 63 years old

Career Summary

April 1978	Assistant Judge, Tokyo District Court
April 1982	Assistant Judge, Takamatsu Domestic Court
April 1985	Prosecutor, Public Prosecutor's Office, Ministry of Justice
April 1989	Judge, Tokyo District Court
April 1991	Judge, Sendai District Court
April 1995	Acting Judge, Tokyo High Court
April 1997	Judge, Tokyo High Court
April 1998	Examiner, Secretariat of Environmental Dispute Coordination Commission, Prime Minister's Office
March 1999	Judge, Tokyo High Court
April 1999	Assistant professor, Faculty of Law, Keio University
April 2002	Professor, Faculty of Law, Keio University
April 2004	Professor, Keio University Law School
January 2014	Registered as lawyer (Daini Tokyo Bar Association)

(Reference)

October 2002	Member of the round-table conference of policy evaluation, Ministry of Justice (until March 2014)
December 2009	Member of the monitoring committee for agreement, Environmental Restoration and Conservation Agency (until November 2015)