

Securities Code: 8081

June 10, 2020

To our shareholders:

Nobuyuki Motohashi
President and Representative Director
KANADEN CORPORATION
Triton Square Z, 1-8-12, Harumi, Chuo-ku, Tokyo 104-6215

NOTICE OF THE 170TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

We are pleased to announce the 170th Ordinary General Meeting of Shareholders of KANADEN CORPORATION (the “Company”), which will be held as described below.

If you are unable to attend the meeting in person, you may exercise your voting rights by postal mail, or via the Internet. After reviewing the attached Reference Documents for the General Meeting of Shareholders, please exercise your voting rights no later than the end of Company business hours (5:35 p.m.) on Wednesday, June 24, 2020 (Japan Standard Time).

- 1. Date and Time:** Thursday, June 25, 2020 at 10:00 a.m. (Japan Standard Time)
- 2. Venue:** Conference Room of Head Office, KANADEN CORPORATION,
15th Floor, Office Tower Z, Harumi Island Triton Square
1-8-12, Harumi, Chuo-ku, Tokyo, Japan

3. Purposes:

Items to be reported:

1. Business Report and Consolidated Financial Statements for the 170th Term (from April 1, 2019 to March 31, 2020), as well as the results of audit of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board
2. Non-Consolidated Financial Statements for the 170th Term (from April 1, 2019 to March 31, 2020)

Items to be resolved:

- Proposal 1:** Election of Nine (9) Directors
Proposal 2: Election of Four (4) Audit & Supervisory Board Members
Proposal 3: Election of Two (2) Substitute Audit & Supervisory Board Members

Reference Documents for the General Meeting of Shareholders

Proposals and Reference Matters

Proposal 1: Election of Nine (9) Directors

At the conclusion of this General Meeting of Shareholders, the terms of office of all eight (8) Directors will expire. Accordingly, the Company proposes the election of nine (9) Directors.

The candidates for Directors are as follows:

| No. | Name | Position and responsibilities of the Company | |
|-----|--------------------|--|--------------------------------------|
| 1 | Nobuyuki Motohashi | President (Representative Director) | Reelection |
| 2 | Kazunori Shimamoto | Senior Managing Director Executive Officer and Senior General Manager, Strategy Management Office, and in charge of Business Management Office and Administration Head Office | Reelection |
| 3 | Takeshi Jin | Director | Reelection Outside Independent |
| 4 | Yoshiro Nagashima | Director | Reelection Outside Independent |
| 5 | Hisataka Mori | Director Executive Officer and Branch Manager, Kyushu Branch Office | Reelection |
| 6 | Shinsuke Saito | Director Executive Officer and Senior General Manager, Transportation Division | Reelection |
| 7 | Akio Iguchi | Director Executive Officer and Senior General Manager, Business Management Office | Reelection |
| 8 | Hironori Saigusa | Director Executive Officer and Senior General Manager, Administration Head Office | Reelection |
| 9 | Futoshi Moriya | Executive Officer and Senior General Manager, Kansai District Office | New election |

Reelection: Candidate for reelection as Director

New election: Candidate for new election as Director

Outside: Candidate for election as Outside Director

Independent: Independent Director as defined by the securities exchange

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | | Number of the Company's shares owned |
|-----|--|--|---|--|
| 1 | Reelection Nobuyuki Motohashi (December 31, 1957) Tenure 5 years Attendance to the Board of Directors meetings 10/10 | Apr. 1980 June 2013 June 2015 June 2016 | Joined the Company. Executive Officer and Senior General Manager, Factory Automation Division, the Company Director and Senior General Manager, Factory Automation Division, the Company President and Representative Director, the Company (current position) | 43,966 |
| | Reasons for nomination as candidate for Director Nobuyuki Motohashi has been serving as President and Representative Director since 2016 and appropriately performing his duties such as making critical decisions concerning the business administration and supervising business operations. Also, he has led the Company with his distinguished leadership and knowledge to increase the corporate value. We recommend his reelection as a Director because he is essential to the Company's sustainable growth. | | | |

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | Number of the Company's shares owned |
|--|---|--|--|
| 2 | <p>Reelection</p> <p>Kazunori Shimamoto (July 30, 1956)</p> <p>Tenure 11 years</p> <p>Attendance to the Board of Directors meetings 10/10</p> | <p>Apr. 1979 Joined the Company.</p> <p>June 2008 Executive Officer and General Manager, Accounting and Finance Office, the Company</p> <p>June 2009 Director and General Manager, Accounting and Finance Office, the Company</p> <p>June 2011 Director, General Manager of Accounting and Finance Office, and General Manager of General Affairs and Personnel Office, the Company</p> <p>Apr. 2014 Director and General Manager, Accounting and Finance Office, the Company</p> <p>June 2015 Managing Director and General Manager, Accounting and Finance Office, the Company</p> <p>June 2016 Managing Director in charge of audit and compliance, the Company</p> <p>Apr. 2017 Managing Director in charge of Management Division, the Company</p> <p>June 2017 Managing Director in charge of Management Division and General Manager, Compliance Office, the Company</p> <p>Apr. 2018 Managing Director in charge of Corporate Planning Division and Administration Head Office, the Company</p> <p>Apr. 2019 Managing Director, Executive Officer, General Manager, Management Planning Office, and in charge of Administration Head Office, the Company</p> <p>June 2019 Senior Managing Director, Executive Officer, General Manager, Management Planning Office, and in charge of Administration Head Office, the Company</p> <p>Apr. 2020 Senior Managing Director, Executive Officer, Senior General Manager, Strategy Management Office, and in charge of Business Management Office and Administration Head Office, the Company (current position)</p> | 32,661 |
| <p>Reasons for nomination as candidate for Director</p> <p>Kazunori Shimamoto has been involved in management of the Company as a Director since 2009 and appropriately performing his duties.</p> <p>He has competently contributed to strengthening our business foundation by improving its internal controls, primarily in the accounting and finance areas. We recommend his reelection as a Director because we regard him as a person who possesses the experience and knowledge essential to the Company's sustainable growth.</p> | | | |

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | | Number of the Company's shares owned |
|-----|---|---|--|--|
| 3 | Reelection Outside Independent Takeshi Jin (March 21, 1938) Tenure 5 years Attendance to the Board of Directors meetings 10/10 | Apr. 1964 Apr. 1964 June 2003 July 2006 June 2015 Apr. 2016 Significant concurrent positions outside the Company Outside Director, Tri Chemical Laboratories Inc. | Registered as an attorney with Daini Tokyo Bar Association. Joined Shunzo Kobayashi & Tadao Imai Law Office (currently Chugai Godo Law Office). Outside Corporate Auditor, NIHON SHOKUHN KAKO CO., LTD. General Counsel, the Company (current position) Outside Director, the Company (current position) Outside Director, Tri Chemical Laboratories Inc. (current position) | 1,593 |
| | Reasons for nomination as candidate for Outside Director We recommend the reelection of Takeshi Jin as an Outside Director because, although he has not been involved in corporate management, he is thoroughly familiar with corporate legal affairs as an attorney and has the experience of being an outside director and outside auditor at listed companies. He is currently an Outside Director of the Company, a position that he will have held for five years as of the conclusion of this General Meeting of Shareholders. He has entered into a contract as consulting attorney with the Company. However, the amount of compensation is insignificant, and this contract does not compromise his independence. | | | |
| 4 | Reelection Outside Independent Yoshiro Nagashima (April 7, 1952) Tenure 4 years Attendance to the Board of Directors meetings 10/10 | Apr. 1975 May 2002 June 2004 Oct. 2005 June 2009 June 2016 June 2018 Significant concurrent positions outside the Company Outside Director, ZENKOKU HOSHO Co., Ltd. | Joined The Mitsubishi Bank, Ltd. (currently MUFG Bank, Ltd.) Regional Director, Toranomon Branch Office, MUFG Bank, Ltd. Representative Director and President, Tokyo Diamond Collection Service Co., Ltd. (currently MU Frontier Servicer Co., Ltd.) Representative Director and Deputy President, MU Frontier Servicer Co., Ltd. Standing Auditor, NIPPON CARBIDE INDUSTRIES CO., INC. Outside Director, the Company (current position) Outside Director, ZENKOKU HOSHO Co., Ltd. (current position) | 822 |
| | Reasons for nomination as candidate for Outside Director We recommend the reelection of Yoshiro Nagashima as an Outside Director because of his experience as a corporate auditor and outside director at listed companies in addition to the experience as a corporate manager. He is currently an Outside Director of the Company, a position that he will have held for four years as of the conclusion of this General Meeting of Shareholders. | | | |

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | | Number of the Company’s shares owned |
|--|--|--|--|--|
| 5 | Reelection Hisataka Mori (June 15, 1960) Tenure 4 years Attendance to the Board of Directors meetings 10/10 | Apr. 1983 | Joined the Company. | 15,680 |
| | | Apr. 2014 | Executive Officer and Branch Manager, Chubu Branch Office, the Company | |
| | | Apr. 2016 | Executive Officer and Deputy Senior General Manager, Kansai District Office, the Company | |
| | | June 2016 | Director and General Manager, Management Strategy Office, the Company | |
| | | Apr. 2018 | Director and General Manager, Business Promotion Office, the Company | |
| | | June 2018 | Director, Executive Officer, and General Manager, Business Promotion Office, the Company | |
| | | Apr. 2019 | Director, Executive Officer, and Branch Manager, Kyushu Branch Office, the Company (current position) | |
| Reasons for nomination as candidate for Director Hisataka Mori has extensive experience in the Company’s businesses and heads our corporate planning functions as a Director. We recommend his reelection as a Director because we believe he possesses balanced judgment and that he will be a key player in sustaining the growth of our business in the future. | | | | |
| 6 | Reelection Shinsuke Saito (May 24, 1958) Tenure 3 years Attendance to the Board of Directors meetings 10/10 | Apr. 1981 | Joined Mitsubishi Electric Corporation | 14,892 |
| | | Apr. 2008 | Deputy General Manager, Chubu Branch Office, Mitsubishi Electric Corporation | |
| | | Apr. 2009 | General Manager, Shikoku Branch Office, Mitsubishi Electric Corporation | |
| | | Apr. 2014 | General Manager, Kyushu Branch Office, Mitsubishi Electric Corporation | |
| | | Apr. 2017 | Joined the Company | |
| | | June 2017 | Director in charge of Transportation Division, the Company | |
| | | Apr. 2019 | Director, Executive Officer, and Senior General Manager, Transportation Division, the Company (current position) | |
| Reasons for nomination as candidate for Director Shinsuke Saito possesses extensive sales experience and track record in the electronics field, having served in such posts as General Manager of branch offices at Mitsubishi Electric Corporation. We recommend his reelection as a Director because his knowledge and skills are essential to the sustainable growth of the Company. | | | | |

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | | Number of the Company's shares owned |
|---|--|--|--|--|
| 7 | Reelection Akio Iguchi (November 4, 1957) Tenure 2 years Attendance to the Board of Directors meetings 10/10 | Apr. 1981 | Joined Mitsubishi Electric Corporation | 14,020 |
| | | Apr. 2009 | General Manager, Kanetsu Branch, Mitsubishi Electric Corporation | |
| | | Apr. 2013 | General Manager, Chugoku Branch, Mitsubishi Electric Corporation | |
| | | Apr. 2016 | General Manager, Chubu Branch, Mitsubishi Electric Corporation | |
| | | Apr. 2018 | Joined the Company | |
| | | June 2018 | Director, Executive Officer, and Senior General Manager, Kansai District Office, the Company | |
| | | Apr. 2020 | Director, Executive Officer, and Senior General Manager, Business Management Office, the Company (current position) | |
| | | Significant concurrent positions outside the Company President and Representative Director, TECHNO-CREATE CORPORATION Representative Director, KANADEN TELESYS CORPORATION | | |
| Reasons for nomination as candidate for Director Akio Iguchi possesses extensive sales experience and track record in the electronics field, having served in such posts as General Manager of branch offices at Mitsubishi Electric Corporation. We recommend his reelection as a Director because his knowledge and skills are essential to the sustainable growth of the Company. | | | | |
| 8 | Reelection Hironori Saigusa (August 14, 1961) Tenure 1 year Attendance to the Board of Directors meetings 7/7 | Apr. 1985 | Joined the Company | 11,909 |
| | | Apr. 2005 | General Manager, Device Sales Department, Semiconductor & Device Division, the Company | |
| | | Apr. 2013 | General Manager, Legal Affair Division, and General Manager, Export Administration Division, the Company | |
| | | Apr. 2015 | Branch Manager, Kita-Kanto Branch Office, Factory Automation Division, the Company | |
| | | Apr. 2016 | Executive Officer, General Manager, General Affairs and Personnel Office, and General Manager, General Affairs Division, the Company | |
| | | July 2017 | Executive Officer and General Manager, General Affairs and Personnel Office, the Company | |
| | | Apr. 2018 | Executive Officer and Senior General Manager, Administration Head Office, the Company | |
| | | June 2019 | Director, Executive Officer, and Senior General Manager, Administration Head Office, the Company (current position) | |
| Reasons for nomination as candidate for Director Hironori Saigusa has extensive experience in the Company's businesses and has served as manager of administrative divisions. We recommend his reelection as a Director because we believe he possesses balanced judgment and that he is essential to the Company's sustainable growth. | | | | |

| No. | Name (Date of birth) | Career summary, position and responsibilities of the Company | Number of the Company's shares owned |
|--|--|--|--|
| 9 | New election Futoshi Moriya (September 25, 1962) | Apr. 1986 Joined the Company Apr. 2005 General Manager, Factory Automation Systems Department 1, Kansai District Office, the Company June 2013 General Manager, Factory Automation Systems Department 1, Factory Automation Division, the Company Oct. 2013 General Manager, Factory Automation Systems Department 1, Factory Automation Division, and General Manager, Asia Business Strategic Promotion Department, the Company Apr. 2016 Deputy General Manager, Factory Automation Systems Division, and General Manager, Factory Automation Systems Department 1, the Company June 2016 Executive Officer and Senior General Manager, Factory Automation Division, the Company Apr. 2020 Executive Officer and Senior General Manager, Kansai District Office, the Company (current position) | 9,176 |
| Reasons for nomination as candidate for Director Futoshi Moriya had been involved in the Factory Automation Systems business over many years, which is one of our major business segments, and, as a business manager, has worked to expand the business overseas as well as in Japan using his broad experience and knowledge. We recommend his election as a Director because he is necessary for the Company's sustainable growth. | | | |

- Notes:
1. There is no special interest between each candidate and the Company.
 2. The number of the Company's shares owned by each candidate includes those owned through the executive stock ownership program and employee stock ownership program. (Fractional amounts of less than one share have been omitted.)
 3. Takeshi Jin and Yoshiro Nagashima are candidates for Outside Directors.
 4. Takeshi Jin and Yoshiro Nagashima, candidates for Outside Director, satisfy the criteria for being an Independent Director as determined by the Tokyo Stock Exchange, Inc. The Company has therefore submitted an Independent Director Notification with the TSE to register them as Independent Directors. If their reelection is approved, they will continue to be independent Directors.

Proposal 2: Election of Four (4) Audit & Supervisory Board Members

At the conclusion of this General Meeting of Shareholders, the terms of office of all four (4) Audit & Supervisory Board Members will expire. Accordingly, the Company proposes the election of four (4) Audit & Supervisory Board Members.

The Audit & Supervisory Board has already given its consent to this proposal.

The candidates for Audit & Supervisory Board Members are as follows:

| No. | Name | Career summary and position of the Company | |
|-----|------------------|--|--------------------------------------|
| 1 | Harushige Sakai | Audit & Supervisory Board Member | Reelection |
| 2 | Kozo Yamamura | Audit & Supervisory Board Member | Reelection Outside |
| 3 | Yutaka Nomiya | Audit & Supervisory Board Member | Reelection Outside Independent |
| 4 | Nobutake Ipposhi | Audit & Supervisory Board Member | Reelection Outside Independent |

Reelection: Candidate for reelection as Audit & Supervisory Board Member

Outside: Candidate for Outside Audit & Supervisory Board Member

Independent: Independent Auditor as defined by the securities exchange

| No. | Name (Date of birth) | Career summary and position of the Company | | Number of the Company's shares owned |
|-----|--|--|---|--|
| 1 | Reelection Harushige Sakai (June 7, 1957) Tenure 3 years Attendance to the Board of Directors meetings 10/10 Attendance to the Audit & Supervisory Board meetings 7/7 | Apr. 1980 Oct. 2005 Apr. 2008 June 2009 June 2011 Apr. 2015 June 2017 Significant concurrent positions outside the Company Outside Corporate Auditor, TERAOKA SEISAKUSHO CO., LTD. | Joined the Company Deputy General Manager, Electron Division, the Company Deputy General Manager, Management Strategy Office, the Company Executive Officer and General Manager, Management Strategy Office, the Company Executive Officer and Senior General Manager, System Integration Division, the Company Executive Officer and General Manager, Internal Auditing Division, the Company Audit & Supervisory Board Member, the Company (current position) | 6,418 |
| | Reasons for nomination as candidate for Audit & Supervisory Board Member Harushige Sakai possesses thorough knowledge of the Company's businesses and has demonstrated his exceptional skills in administrative control through serving as an Executive Officer that includes responsibility for the Management Strategy Office and the Internal Auditing Division. We recommend his reelection because we believe that he will oversee the execution of Directors' duties from a fair and objective standpoint as an Audit & Supervisory Board Member. | | | |
| 2 | Reelection Outside Kozo Yamamura June 1, 1967 Tenure 1 year Attendance to the Board of Directors meetings 6/7 Attendance to the Audit & Supervisory Board meetings 5/6 | Apr. 1992 Apr. 2016 Apr. 2019 June 2019 | Joined Mitsubishi Electric Corporation Manager, Planning Division, Marketing Research & Business Development Department, Kanetsu Branch Office, Mitsubishi Electric Corporation Manager, Agent Group, Market Planning & Administration Department, Corporate Marketing Group, Mitsubishi Electric Corporation (current position) Audit & Supervisory Board Member, the Company (current position) | - |
| | Reasons for nomination as candidate for Outside Audit & Supervisory Board Member We recommend the reelection of Kozo Yamamura as an Outside Audit & Supervisory Board Member because, even though he has not been involved in corporate management, he has ample knowledge of supervising group companies through his experience as Manager of Agent Group in Market Planning & Administration Department, Corporate Marketing Group, Mitsubishi Electric Corporation. It should be noted that the Company has business transactions with Mitsubishi Electric Corporation, and Mitsubishi Electric owns 25.27% of the Company's shares, excluding treasury shares. He is currently an Outside Audit & Supervisory Board Member of the Company, a position that he will have held for one year as of the conclusion of this General Meeting of Shareholders. | | | |

| No. | Name (Date of birth) | Career summary and position of the Company | | Number of the Company's shares owned |
|-----|--|--|--|--|
| 3 | Reelection Outside Independent Yutaka Nomiyama March 16, 1954 Tenure 9 years Attendance to the Board of Directors meetings 10/10 Attendance to the Audit & Supervisory Board meetings 7/7 | Apr. 1977 Apr. 2004 June 2007 June 2008 June 2011 June 2011 | Joined The Daiwa Bank, Ltd. (currently Resona Bank, Limited) Joined TERAOKA SEISAKUSHO CO., LTD. Operating Officer and Deputy General Manager, Corporate Management Division, TERAOKA SEISAKUSHO CO., LTD. Director and General Manager, Corporate Management Division, TERAOKA SEISAKUSHO CO., LTD. Audit & Supervisory Board Member, TERAOKA SEISAKUSHO CO., LTD. (current position) Audit & Supervisory Board Member, the Company (current position) Significant concurrent positions outside the Company Audit & Supervisory Board Member, TERAOKA SEISAKUSHO CO., LTD. | - |
| | <p>Reasons for nomination as candidate for Outside Audit & Supervisory Board Member</p> <p>We recommend the reelection of Yutaka Nomiyama as an Outside Audit & Supervisory Board Member in view of his broad knowledge of business management gained from his important positions in corporate management at administrative section of TERAOKA SEISAKUSHO CO., LTD., where he currently serves as Audit & Supervisory Board Member.</p> <p>He is currently an Outside Audit & Supervisory Board Member of the Company, a position that he will have held for nine years as of the conclusion of this General Meeting of Shareholders.</p> | | | |

| No. | Name (Date of birth) | Career summary and position of the Company | Number of the Company's shares owned |
|--|---|--|--|
| 4 | <p>Reelection Outside Independent</p> <p>Nobutake Ipposhi September 16, 1944</p> <p>Tenure 4 years</p> <p>Attendance to the Board of Directors meetings 10/10</p> <p>Attendance to the Audit & Supervisory Board meetings 7/7</p> | <p>Aug. 1971 Joined Peat Marwick Mitchell (currently KPMG)</p> <p>Mar. 1975 Registered as a Certified Public Accountant</p> <p>Jan. 1976 Joined Tokyo Marunouchi Auditing Corporation (currently Deloitte Touche Tohmatsu LLC)</p> <p>July 1995 Director, The Japanese Institute of Certified Public Accountants</p> <p>July 2001 Managing Director, The Japanese Institute of Certified Public Accountants</p> <p>Apr. 2005 Professor, Tohoku University Accounting School</p> <p>June 2007 Audit & Supervisory Board Member, TACHI-S CO., LTD.</p> <p>Oct. 2008 Supervisor, Japan Health Insurance Association</p> <p>Apr. 2009 Supervisor, Toho Gakuen Institute of Education</p> <p>Apr. 2009 Professor, Sendai Seiyō Gakuin College</p> <p>Dec. 2014 Supervisor, Social Welfare Juridical Person Hachioji Ichō-no-kai (current position)</p> <p>June 2015 Supervisor, General Incorporated Association Nippon Omni-Management Association</p> <p>Mar. 2016 Supervisor, National Federation of Shopping Center Promotion Associations (current position)</p> <p>June 2016 Audit & Supervisory Board Member, the Company (current position)</p> | - |
| <p>Reasons for nomination as candidate for Outside Audit & Supervisory Board Member</p> <p>Although Nobutake Ipposhi has not been involved in corporate management, he is a Certified Public Accountant and possesses considerable knowledge of finance and accounting gained during his tenure as a researcher and professor of accounting.</p> <p>In addition, he has experience as an Audit & Supervisory Board Member at a publicly listed company. Therefore, we recommend his reelection as an Outside Audit & Supervisory Board Member.</p> <p>He is currently an Outside Audit & Supervisory Board Member of the Company, a position that he will have held for four years as of the conclusion of this General Meeting of Shareholders.</p> | | | |

- Notes:
1. There is no special interest between each candidate and the Company.
 2. The number of the Company's shares owned by each candidate includes those owned through the executive stock ownership program. (Fractional amounts of less than one share have been omitted.)
 3. Kozo Yamamura, Yutaka Nomiya and Nobutake Ipposhi are candidates for Outside Audit & Supervisory Board Member.
 4. Kozo Yamamura, candidate for Outside Audit & Supervisory Board Member, has been a person executing business of Mitsubishi Electric Corporation, a Specific Related Business, for the past five years. He has received compensation as an employee of Mitsubishi Electric Corporation for the past two years and he plans on doing the same in the future.
 5. Yutaka Nomiya and Nobutake Ipposhi, candidates for Outside Audit & Supervisory Board Member, satisfy the criteria for being an Independent Director/Auditor as determined by the Tokyo Stock Exchange, Inc. The Company has therefore submitted an Independent Director/Auditor Notification with the TSE to register them as Independent Auditors. If their reelection is approved, they will continue to be independent Auditors.

Proposal 3: Election of Two (2) Substitute Audit & Supervisory Board Members

The Company would like to recommend the election of two (2) candidates for the position of Substitute Audit & Supervisory Board Member, in order to avoid a situation in which it may not have the legally required number of Audit & Supervisory Board Members.

The candidates for the position of Substitute Audit & Supervisory Board Member are listed below. Yukiharu Nagase is the candidate for substitute for the candidate for Outside Audit & Supervisory Board Member Kozo Yamamura, and Akira Takeuchi is the candidate for substitute for the candidate for Outside Audit & Supervisory Board Member Yutaka Nomiya.

The Audit & Supervisory Board has already given its consent to this proposal.

| No. | Name (Date of birth) | Career summary and position of the Company | Number of the Company's shares owned |
|---|-------------------------------------|---|--|
| 1 | Yukiharu Nagase October 25, 1970 | <p>Apr. 1993 Joined Mitsubishi Electric Corporation</p> <p>Apr. 2016 Manager, Corporate Administration Section, Corporate Administration Division, Kanagawa Branch Office, Mitsubishi Electric Corporation</p> <p>Apr. 2020 Manager, Compliance Group, Compliance Department, Corporate Marketing Group, Mitsubishi Electric Corporation (current position)</p> | - |
| <p>Reasons for nomination as candidate for Substitute Outside Audit & Supervisory Board Member</p> <p>We recommend the election of Yukiharu Nagase as a Substitute Outside Audit & Supervisory Board Member because, even though he has not been involved in corporate management, he has considerable knowledge and experience of corporate auditing through the supervision of group companies in his capacity as Manager of Compliance Department of Mitsubishi Electric Corporation's Corporate Marketing Group.</p> <p>It should be noted that the Company has business transactions with Mitsubishi Electric Corporation, and Mitsubishi Electric owns 25.27% of the Company's shares, excluding treasury shares.</p> | | | |
| 2 | Akira Takeuchi April 19, 1961 | <p>Apr. 1984 Joined The Mitsubishi Bank, Ltd. (currently MUFG Bank, Ltd.)</p> <p>Sept. 2011 Branch Manager, Shinjuku Chuo Branch, The Mitsubishi Bank, Ltd.</p> <p>Sept. 2013 Joined TERAOKA SEISAKUSHO CO., LTD.</p> <p>Apr. 2014 General Manager, Accounting Division, TERAOKA SEISAKUSHO CO., LTD.</p> <p>Apr. 2017 General Manager, Management Planning Office, TERAOKA SEISAKUSHO CO., LTD.</p> <p>Apr. 2019 General Manager, Management Planning Office, and General Manager, Audit Office, TERAOKA SEISAKUSHO CO., LTD. (current position)</p> | - |
| <p>Reasons for nomination as candidate for Substitute Outside Audit & Supervisory Board Member</p> <p>We recommend the election of Akira Takeuchi as a Substitute Outside Audit & Supervisory Board Member in view of his broad knowledge of finance and accounting gained from key positions at administrative section of TERAOKA SEISAKUSHO CO., LTD., as well as his long years of experience at financial institutions, even though he has not been involved in corporate management.</p> | | | |

- Notes:
1. There is no special interest between each candidate and the Company.
 2. Yukiharu Nagase and Akira Takeuchi are candidates for Substitute Outside Audit & Supervisory Board Members.
 3. Yukiharu Nagase, candidate for Substitute Outside Audit & Supervisory Board Member, has been a person executing business of Mitsubishi Electric Corporation, a Specific Related Business, for the past five years. He has received compensation as an employee of Mitsubishi Electric Corporation for the past two years and he plans on doing the same in the future.
 4. Akira Takeuchi, candidate for Substitute Outside Audit & Supervisory Board Member, satisfies the criteria for being an Independent Director/Auditor as determined by the Tokyo Stock Exchange, Inc. If he assumes the office of Outside Audit & Supervisory Board Member, the Company plans to submit an Independent Director/Auditor Notification with the TSE to register him as Independent Auditor.