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Securities identification code: 8074

June 2, 2016

To our shareholders:

Etsuro Sato
Representative Director, President & CEO
YUASA TRADING CO., LTD.
7, Kanda-Mitoshirocho, Chiyoda-ku, Tokyo, Japan

NOTICE OF THE 137TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

You are cordially invited to attend the 137th Ordinary General Meeting of Shareholders (the “Meeting”) of YUASA TRADING CO., LTD. (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. Please indicate your approval or disapproval of the proposals on the enclosed voting form after reviewing the attached Reference Documents for the General Meeting of Shareholders, and return it by postal mail to reach us no later than 5:00 p.m., Thursday, June 23, 2016 (Japan Standard Time).

Meeting Details

- 1. Date and time:** Friday, June 24, 2016 at 10 a.m. (reception will open at 9 a.m.) (Japan Time)
- 2. Venue:** BELLESALLE KANDA, Sumitomo Fudosan Kanda Bld., 3F,
7 Kanda-Mitoshirocho, Chiyoda-ku, Tokyo, Japan
- 3. Purposes:**

Items to be reported:

1. Business Report and Consolidated Financial Statements for the 137th Term (from April 1, 2015 to March 31, 2016), 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 137th Term (from April 1, 2015 to March 31, 2016)

Items to be resolved:

- Proposal 1:** Election of Ten (10) Directors
Proposal 2: Election of One (1) Audit & Supervisory Board Member

4. Exercise of Voting Rights

Please refer to the next page, “Guidance for Exercise of Voting Rights” (in Japanese only)

Reference Documents for the General Meeting of Shareholders

Proposal 1: Election of Ten (10) Directors

The terms of office of the incumbent Directors will expire at the conclusion of this Meeting. Accordingly, the Company proposes that ten (10) Directors including two (2) Outside Directors be elected.

The candidates for Directors are as follows:

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| 1 | Etsuro Sato (Date of Birth: July 24, 1946) | Number of the Company's shares owned 29,600 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1969 | Joined the Company |
| | April 1999 | General Manager of Machinery Engineering Division of the Company |
| | June 2003 | Representative Director, President of KOKKO CO., LTD. |
| | July 2003 | Administration Officer of the Company, Representative Director, President & CEO of KOKKO CO., LTD. |
| | June 2004 | Director, Executive Officer, Head of Mechatronics Division of the Company |
| | April 2005 | Director, Executive officer, Chief General Manager of Industrial Marketing Headquarters of the Company |
| | June 2005 | Managing Director, Executive Officer, Chief General Manager of Industrial Marketing Headquarters of the Company |
| | April 2007 | Managing Director, Executive Officer, Special Assistant to the President & CEO of the Company |
| | June 2007 | Representative Director, President & CEO of the Company (incumbent) |
| Reasons for nomination as a candidate for Director Etsuro Sato has abundant experience and achievements through his management, etc. of a subsidiary in primarily industrial equipment and tools and machine tools areas. In addition, since 2007, as Representative Director, President & CEO of the Company, he has been engaged in the management of the Company and has demonstrated a superior management ability. The Company decided it would be appropriate to have him continue to use that knowledge to grow the Company and the Company's Group and so made him a candidate. | | |

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| 2 | Masanori Sawamura (Date of Birth: August 4, 1950) | Number of the Company's shares owned 17,100 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1974 | Joined the Company |
| | June 2005 | Director, Executive Officer, Manager of General Planning Department of the Company |
| | June 2008 | Managing Director, Executive Officer, Vice Supervisory Manager of Management Administration, Manager of General Planning Department, Head of Sales Support Office of the Company |
| | April 2009 | Managing Director, Executive Officer, Supervisory Manager of Management Administration, Committee Chairman of Export Administration Department, Ethics and Compliance Committee and Internal Control Committee, Head of Sales Support Office of the Company |
| June 2011 | Senior Managing Director, Executive Officer, Supervisory Manager of Management Administration, in charge of Regional Groups, Committee Chairman of Export Administration Department, Ethics and Compliance Committee and Internal Control Committee of the Company | |
| June 2012 | Representative Director, Senior Managing Director, Executive Officer, Supervisory Manager of Managing Administration, in charge of Regional Groups, Committee Chairman of Export Administration Department, Ethics and Compliance Committee and Internal Control Committee of the Company (incumbent) | |
| Reasons for nomination as a candidate for Director | | Since becoming a Director, Executive Office of the Company in 2005, Masanori Sawamura has worked on strengthening the management foundation and governance at both the Company and the Company's Group in the ,management administration area and has abundant experience and achievements. The Company decided it would be appropriate to have him continue to use that knowledge to grow the Company and the Company's Group and so made him a candidate. |

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| 3 | Hiroyuki Tamura (Date of Birth: July 16, 1959) | Number of the Company's shares owned 3,800 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1982 | Joined the Company |
| | April 1997 | President of YUASA MECHATRONICS (M) SDN. BHD. |
| | March 2000 | President of YUASA WARWICK MACHINERY LTD. |
| | April 2007 | General Manager of Factory Solution Division of the Company |
| April 2009 | Executive Officer, General Manager of Factory Solution Division of the Company | |
| April 2010 | Executive Officer, in charge of Overseas Business Development and General Manager Factory Solution Division of the Company | |
| June 2010 | Director, Executive Officer, in charge of Overseas Business Development and General Manager of Factory Solution Division of the Company | |
| June 2013 | Managing Director, Executive Officer, in charge of Overseas Business Development and General Manager of Factory Solution Division of the Company | |
| April 2014 | Managing Director, Executive Officer, Chief General Manager of Industrial Market Headquarters, in charge of Overseas Business Development and General Manager of Factory Solution Division of the Company | |
| April 2016 | Senior Managing Director, Executive Officer, Chief General Manager of Industrial Market Headquarters and in charge of Overseas Business Development of the Company (incumbent) | |
| | Significant concurrent positions outside the Company | |
| | Chairman, Representative Director of KOKKO CO., LTD. | |
| | Reasons for nomination as a candidate for Director | |
| | Hiroyuki Tamura has full knowledge of the industrial equipment and tools and machine tools areas due to his being a Director, Executive Officer, Chief General Manager of the Industrial Market Headquarters and also has plentiful experience and achievements in overseas business as the Overseas Business Promotion Officer. The Company decided it would be appropriate to have him continue to play a part in strengthening core businesses and global function and thereby contributing to the growth of the Company and the Company's Group and so made him a candidate. | |

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| 4 | Ryoichi Shirai (Date of Birth: November 5, 1949) | Number of the Company's shares owned 3,100 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1974 | Joined the Company |
| | October 2001 | Manager of Building Facility Business Department of the Company |
| | April 2008 | General Manager of Building Facility Division of the Company |
| | June 2009 | Executive Officer, General Manager of Building Facility Division of the Company |
| | April 2010 | Executive Officer, Chief General Manager of First Construction Marketing Headquarters of the Company |
| | June 2011 | Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters of the Company |
| | June 2013 | Managing Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters, Supervisory Manager of Construction Business Headquarters of the Company (incumbent) |
| | Significant concurrent positions outside the Company Chairman, Representative Director of YUASA PRIMUS CO., LTD. | |
| | Reasons for nomination as a candidate for Director Ryoichi Shirai has full knowledge of the housing, air & fluidic control systems due to his being a Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters and has plentiful experience and achievements. The Company decided it would be appropriate to have him continue to play a part in strengthening core businesses and thereby contributing to the growth of the Company and the Company's Group and so made him a candidate. | |

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| 5 | Haruo Sanoki (Date of Birth: March 9, 1955) | Number of the Company's shares owned 2,500 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1978 | Joined the Company |
| | April 2007 | Assistant General Manager of Machinery Engineering Division of the Company |
| | April 2011 | Executive Officer, General Manager of Machinery Engineering Division of the Company |
| | June 2013 | Director, Executive Officer, General Manager of Machinery Engineering Division of the Company |
| | April 2015 | Director, Executive Officer, Vice Supervisory Manager of Management Administration, General Manager of General Affairs and Legal Department of the Company (incumbent) |
| | Reasons for nomination as a candidate for Director Haruo Sanoki has full knowledge of the machine tools area due to his being a Director, Executive Officer, General Manager of the Machinery Engineering Division and since becoming Vice Supervisory Manager of the Management Administration in 2015, he has worked on strengthening the management foundation and governance at both the Company and the Company's Group and has abundant experience and achievements. The Company decided it would be appropriate to have him continue to use his knowledge for the growth of the Company and the Company's Group and so made him a candidate. | |

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| 6 | Kenichi Tanaka (Date of Birth: October 9, 1958) | Number of the Company's shares owned 2,600 shares |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1982 | Joined the Company |
| | October 2007 | Manager of Plant Business Department of the Company |
| | April 2008 | Assistant General Manager of Building Facility Division of the Company |
| | April 2010 | Executive Officer, General Manager of Building Facility Division of the Company |
| | April 2011 | Executive Officer, General Manager of Living Environment Division (Eastern Area) of the Company |
| | June 2014 | Director, Executive Officer, Chief General Manager of Living Environment Division (Eastern Area) of the Company (incumbent) |
| | Reasons for nomination as a candidate for Director Kenichi Tanaka has full knowledge of the housing, air & fluidic control systems area due to his being a Director, Executive Officer, General Manager of the Living Environment Division (Eastern Area) and has plentiful experience and achievements. The Company decided that it would be appropriate to have him to play a part in strengthening core businesses and thereby contributing to the growth of the Company and the Company's Group and so made him a candidate. | |

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| 7 | Toshiyuki Takachio (Date of Birth: May 21, 1956) | Number of the Company's shares owned 1,100 shares |
| New Candidate | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1980 | Joined the Company |
| | October 2006 | Representative Director, YUASA INDUSTRIAL EQUIPMENT CO., LTD. (currently YUASA PROMATEC CO., LTD.) |
| | May 2010 | Representative Director, President of KOKKO CO., LTD. |
| | April 2012 | Executive Officer of the Company, Representative Director, President of KOKKO CO., LTD. (incumbent) |
| | Significant concurrent positions outside the Company Representative Director, President of KOKKO CO., LTD. | |
| | Reasons for nomination as a candidate for Director Toshiyuki Takachio has worked as Representative Director, President of KOKKO CO., LTD. a subsidiary and has full knowledge of the industrial equipment and tools and machine tools areas and has plentiful experience and achievements. The Company decided that as a Director it would be appropriate to have him play a part in strengthening core businesses of both the Company and the Company's Group so made him a candidate. | |

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| 8 | Michihiro Suzuki (Date of Birth: March 31, 1957) | Number of the Company's shares owned 800 shares |
| New Candidate | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1980 | Joined the Company |
| | April 2009 | Representative Director, President of YUASA R&S CO.,LTD. |
| | April 2011 | General Manager of Construction Machines Division of the Company |
| | April 2013 | Executive Officer, General Manager of Construction Machines Division of the Company |
| | April 2015 | Executive Officer, Branch Manager of Kita-Kanto Branch of the Company |
| | April 2016 | Executive Officer, Chief General Manager of Construction Market Headquarters of the Company (incumbent) |
| | <p>Reasons for nomination as a candidate for Director Michihiro Suzuki has thorough knowledge of the construction machines area due to his being Representative Director, President of YUASA R&S CO.,LTD. and General Manager of Construction Machines Division and also has plentiful experience and achievements. He also has considerable management ability as a Branch Manager. The Company decided that as a Director it would be appropriate to have him play a part in strengthening core businesses of both the Company and the Company's Group so made him a candidate.</p> | |

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| 9 | Shinzo Maeda (Date of Birth: February 25, 1947) | Number of the Company's shares owned 0 shares |
| | | Attendance to the Board of Directors Meetings: 11/11 |
| For Reelection Candidate for Director (Outside) Independent Director | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1970 | Joined Shiseido Company, Limited |
| | June 2003 | Director, Corporate Officer, General Manager of Corporate Planning Department of Shiseido Company, Limited |
| | June 2005 | Representative Director, President and CEO of Shiseido Company, Limited |
| | April 2011 | Representative Director, Chairman of Shiseido Company, Limited |
| | April 2013 | Representative Director, Chairman, President and CEO of Shiseido Company, Limited |
| | April 2014 | Representative Director, Chairman of Shiseido Company, Limited |
| | June 2014 | Counselor of Shiseido Company, Limited (incumbent) |
| | June 2015 | Director (Outside) of the Company |
| | June 2015 | Outside Director of TOSHIBA CORPORATION |
| | Significant concurrent positions outside the Company Counselor of Shiseido Company, Limited and Outside Director of TOSHIBA CORPORATION | |
| | Reasons for nomination as a candidate for Outside Director Shinzo Maeda in addition to having been the Representative Director, Chairman of the Board, etc. of Shiseido Company, Limited., he has worked in various public offices and has plentiful experience and high principles as a global business executive and intellectual. Due to these qualities, the Company decided that he can be expected to give direction and advice from an independent and objective viewpoint and so ask for his election as an Outside Director. The Company does not have a business relationship with Shiseido Company, Limited. Also, the Company has business relations with TOSHIBA CORPORATION and its consolidated subsidiaries with the purchase of electrical equipment, etc. but the value of those transactions is less than 1% of the Company's consolidated net sales for the fiscal year under review and is expected to be less than 1% of TOSHIBA CORPORATION's March 2016 consolidated net sales so the Company has decided that Shinzo Maeda has independence. | |

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| 10 | Eizo Haimoto (Date of Birth: October 5, 1951) | Number of the Company's shares owned 0 shares |
| | | Attendance to the Board of Directors Meetings: 15/15 |
| For Reelection | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1975 | Joined ICHINEN CO., LTD. (currently ICHINEN HOLDINGS CO., LTD.) |
| | June 2001 | Director of ICHINEN CO., LTD. |
| | July 2005 | Director, Managing Executive Officer of ICHINEN CO., LTD. |
| | April 2011 | Representative Director, Senior Managing Executive Officer of TAIHOKOZAI CO., LTD. (currently ICHINEN CHEMICALS CO., LTD.) |
| | September 2012 | Representative Director, President & CEO of ICHINEN JIKCO LTD. (incumbent) |
| Candidate for Director (Outside) | June 2013 | Director (Outside) of the Company (incumbent) |
| Independent Director | Significant concurrent positions outside the Company Representative Director, President & CEO of ICHINEN JIKCO LTD. | |
| | Reasons for nomination as a candidate for Outside Director Eizo Haimoto has served as the Director, Managing Executive Officer of ICHINEN CO., LTD. (currently ICHINEN HOLDINGS CO., LTD.) and Representative Director, Senior Managing Executive Officer of TAIHOKOZAI CO., LTD. (currently ICHINEN CHEMICALS CO., LTD.) and is very knowledgeable about the circumstances of the Company's industry. He also has abundant experience and high principles in corporate management so the Company decided that he can be expected to give direction and advice from an independent and objective viewpoint and so ask for his election as an Outside Director. Also, while the Company has transactions with ICHINEN CO., LTD., ICHINEN JIKCO LTD. and ICHINEN TASCO CO., LTD., etc. the business companies of ICHINEN HOLDINGS CO., LTD. for rental of business-use automobiles used by the Company and the Company's Group and transactions for automobiles and machinery but the amount of transactions is less than 1% of the Company's consolidated net sales for the fiscal year under review and is also less than 2% of ICHINEN HOLDINGS CO., LTD.'s March 2016 consolidated net sales so the Company has decided that Eizo Haimoto has independence. | |

Notes:

1. Shinzo Maeda works as an Outside Director of TOSHIBA CORPORATION and the Company has business relations with TOSHIBA CORPORATION and its affiliated companies. Also, Eizo Haimoto is President & CEO of ICHINEN JIKCO LTD. a business company of ICHINEN HOLDINGS CO., LTD. and the Company has business transactions with ICHINEN HOLDINGS CO., LTD. In any case, the Company has business transactions with their companies of concurrent employment but they fulfill the standards of independence specified by Tokyo Stock Exchange, Inc. Also, there are no special interests between the other candidates for Directors and the Company.
2. All shares of YUASA WARWICK MACHINERY LTD were sold in September 2008.
3. As of April 1, 2011, YUASA R&S CO., LTD. ceased to exist due to a merger with the Company as the surviving company.
4. Both Shinzo Maeda and Eizo Haimoto are candidates for Outside Director. The Company has designated both as Independent Directors/Auditors according to the rules of Tokyo Stock Exchange, Inc. and has registered them with the same Exchange.
5. Eizo Haimoto worked as the Auditor of YUASA AUTO LEASE CO., LTD. (dissolved on March 31, 2010), a subsidiary of the Company from June 2003 to March 2010.
6. Both Shinzo Maeda and Eizo Haimoto are currently Outside Directors of the Company and their terms of office are one (1) year and three (3) years, respectively.
7. If this Proposal is approved as originally proposed, the Company intends to continue the limited liability agreements concluded with both Shinzo Maeda and Eizo Haimoto as specified in Article 427, Paragraph 1 of the Companies Act. Based on these agreements, the limit of liability is the amount specified by laws and regulations.

Proposal 2: Election of One (1) Audit & Supervisory Board Member

Audit & Supervisory Board Member Akira Inoue will resign at the conclusion of this Meeting due to the expiration of his term of office. Accordingly, the Company proposes that one (1) Audit & Supervisory Board Member be elected. Audit & Supervisory Board has given its consent to this proposal.

The candidate for Audit & Supervisory Board Member is as follows:

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| 1 | Akio Miyazaki (Date of Birth: August 17, 1950) | Number of the Company's shares owned 10,500 shares |
| New Candidate | Career summary, positions and responsibilities at the Company and significant concurrent positions outside the Company | |
| | April 1974 | Joined the Company |
| | June 2005 | Executive Officer, General Manager of Finance Department of the Company |
| | June 2006 | Director, Executive Officer, General Manager of Finance Department of the Company |
| | April 2009 | Director, Executive Officer, Vice Supervisory Manager of Management Administration, Manager of Finance Department of the Company |
| | June 2011 | Managing Director, Executive Officer, Vice Supervisory Manager of Management Administration, Manager of Finance Department of the Company |
| | April 2015 | Managing Director, Executive Officer, Vice Supervisory Manager of Management Administration, Manager of Finance Department, Head of Overseas Operations Office of the Company |
| | April 2016 | Managing Director, Executive Officer, Special Assistant to Representative Director, President & CEO of the Company (incumbent) |
| <p>Reasons for nomination as a candidate for Audit & Supervisory Board Member Akio Miyazaki has many years of experience and achievements related to finance and management administration business in the Company's finance area and was Manager of the Finance Department. The Company decided that he has an extraordinary amount of knowledge about finance and accounting and so made him a candidate.</p> | | |