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Securities identification code: 8074
June 1, 2017

To our shareholders:

Etsuro Sato
Representative Director and Chairman
YUASA TRADING CO., LTD.
7, Kanda-Mitoshirocho, Chiyoda-ku, Tokyo, Japan

NOTICE OF THE 138TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

You are cordially invited to attend the 138th Ordinary General Meeting of Shareholders 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. After reviewing the attached Reference Documents for the General Meeting of Shareholders, please return it by postal mail to reach us no later than 5:00 p.m. on Thursday, June 22, 2017 (Japan Standard Time).

Meeting Details

- 1. Date and Time:** Friday, June 23, 2017 at 10:00 a.m. (reception will open at 9:00 a.m.) (Japan Standard Time)
- 2. Venue:** BELLESALLE KANDA, Sumitomo Fudosan Kanda Bld., 3F,
7, Kanda-Mitoshirocho, Chiyoda-ku, Tokyo

3. Purposes:

Items to be reported:

1. Business Report and Consolidated Financial Statements for the 138th Term (from April 1, 2016 to March 31, 2017), 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 138th Term (from April 1, 2016 to March 31, 2017)

Items to be resolved:

- Proposal 1:** Election of Ten (10) Directors
- Proposal 2:** Election of One (1) Substitute 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 Proposals and Reference Information

Proposal 1: Election of Ten (10) Directors

The terms of office of ten (10) incumbent Directors will expire at the conclusion of this Meeting. Accordingly, the Company proposes that ten (10) Directors including one (1) new director and two (2) Outside Directors be elected for the purpose of further strengthening the management system.

The candidates for Directors are as follows:

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company	Number of the Company's shares owned
1	Etsuro Sato (July 24, 1946) Reelection	Apr. 1969 Joined the Company Apr. 1999 General Manager of Machinery Engineering Division of the Company June 2003 Representative Director, President of KOKKO CO., LTD. June 2004 Director, Executive Officer, Head of Mechatronics Division of the Company Apr. 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 Apr. 2007 Managing Director, Executive Officer, Special Assistant to the President & CEO of the Company June 2007 Representative Director, President & CEO of the Company Apr. 2017 Representative Director and Chairman of the Company (incumbent)	29,600 shares
<p>Reasons for nomination as a candidate for Director Etsuro Sato has contributed to the development of a stable earnings structure and improvement of the financial standing of the Company, demonstrating outstanding management skills over many years since taking the position of Representative Director, President & CEO of the Company in June 2007. Moreover, he possesses a wealth of knowledge and experience in corporate governance and other areas. The Company decided it would be appropriate to continue to use his knowledge and experience for the growth of the Company and the Company's Group and strengthening corporate governance and so made him a candidate.</p>			

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company	Number of the Company's shares owned
2	Hiroyuki Tamura (July 16, 1959) Reelection	Apr. 1982 Joined the Company Apr. 1997 President of YUASA MECHATRONICS (M) SDN. BHD. Mar. 2000 President of YUASA WARWICK MACHINERY LTD. Apr. 2007 General Manager of Factory Solution Division of the Company Apr. 2009 Executive Officer, General Manager of 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 Apr. 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 Apr. 2016 Senior Managing Director, Executive Officer, Chief General Manager of Industrial Market Headquarters and in charge of Overseas Business Development of the Company Apr. 2017 Representative Director, President & CEO of the Company (incumbent)	4,300 shares
<p>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 serving in such capacities as Director, Executive Officer, Chief General Manager of the Industrial Market Headquarters and also has abundant experience and achievements in overseas business as a representative of some of the Company's overseas subsidiaries and a Director in charge of Overseas Business Development. The Company decided it would be appropriate to have him continue to utilize the experience he has cultivated in various fields and demonstrate his outstanding management skills, thereby contributing to the growth of the Company and the Company's Group and so made him a candidate.</p>			

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company		Number of the Company's shares owned
3	Haruo Sanoki (March 9, 1955) Reelection	Apr. 1978	Joined the Company	2,700 shares
		Apr. 2007	Assistant General Manager of Machinery Engineering Division of the Company	
Apr. 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			
Apr. 2015	Director, Executive Officer, Vice Supervisory Manager of Management Administration, Manager of General Affairs and Legal Department of the Company			
Apr. 2017	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 (incumbent)			
<p>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 having served as Vice Supervisory Manager of the Management Administration. 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.</p>				
4	Kenichi Tanaka (October 9, 1958) Reelection	Apr. 1982	Joined the Company	3,100 shares
		Oct. 2007	Manager of Plant Business Department of the Company	
Apr. 2008	Assistant General Manager of Building Facility Division of the Company			
Apr. 2010	Executive Officer, General Manager of Building Facility Division of the Company			
Apr. 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			
Apr. 2017	Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters, Supervisory Manager of Construction Business Headquarters, General Manager of Living Environment Division (Eastern Area) of the Company (incumbent)			
<p>Reasons for nomination as a candidate for Director Kenichi Tanaka has full knowledge of the housing, air & fluidic control systems area due to his serving in such capacities as Director, Executive Officer and General Manager of the Living Environment Division (Eastern Area) and has abundant experience and achievements. The Company decided it would be appropriate to have him continue to play a part in strengthening businesses in the field of living environments and thereby contributing to the growth of the Company and the Company's Group and so made him a candidate.</p>				

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company	Number of the Company's shares owned
5	Ryoichi Shirai (November 5, 1949) Reelection	<p>Apr. 1974 Joined the Company</p> <p>Oct. 2001 Manager of Building Facility Business Department of the Company</p> <p>Apr. 2008 General Manager of Building Facility Division of the Company</p> <p>June 2009 Executive Officer, General Manager of Building Facility Division of the Company</p> <p>Apr. 2010 Executive Officer, Chief General Manager of First Construction Marketing Headquarters of the Company</p> <p>June 2011 Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters of the Company</p> <p>June 2013 Managing Director, Executive Officer, Chief General Manager of Living Environment Market Headquarters, Supervisory Manager of Construction Business Headquarters of the Company</p> <p>Apr. 2017 Managing Director, Executive Officer in charge of Living Environment Group and Construction Business (incumbent)</p> <p>Significant concurrent positions outside the Company Chairman, Representative Director of YUASA QUOBIS CO., LTD (part time) Chairman, Representative Director of URAYASUKOGYO CO., LTD (part time) Chairman, Representative Director of YUASA PRIMUS CO., LTD. (part time)</p>	3,400 shares
<p>Reasons for nomination as a candidate for Director Ryoichi Shirai has full knowledge of the housing, air & fluidic control systems area due to his serving in such capacities as Director, Executive Officer and Chief General Manager of Living Environment Market Headquarters and has abundant experience and achievements. The Company decided it would be appropriate to have him continue to play a part in strengthening businesses in the field of living environments and thereby contributing to the growth of the Company and the Company's Group and so made him a candidate.</p>			

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company		Number of the Company's shares owned
6	Toshiyuki Takachio (May 21, 1956) Reelection	Apr. 1980	Joined the Company	1,200 shares
		Oct. 2006	Representative Director, YUASA INDUSTRIAL EQUIPMENT CO., LTD. (currently YUASA PROMATEC CO., LTD.)	
May 2010	Representative Director, President of KOKKO CO., LTD.			
Apr. 2012	Executive Officer of the Company, Representative Director, President of KOKKO CO., LTD.			
June 2016	Director, Executive Officer, Vice General Manager of Industrial Market Headquarters and President of KOKKO CO., LTD.			
Apr. 2017	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. (part time)		
Reasons for nomination as a candidate for Director Toshiyuki Takachio has worked as Representative Director, President of KOKKO CO., LTD. a subsidiary as well as Vice General Manager of Industrial Market Headquarters and has full knowledge of the industrial equipment and tools and machine tools areas and has abundant experience and achievements. The Company decided that it would be appropriate to have him play a part in strengthening the business in the industrial field and contribute to the growth of the Company and the Company's Group and so made him a candidate.				
7	Michihiro Suzuki (March 31, 1957) Reelection	Apr. 1980	Joined the Company	1,100 shares
		Apr. 2009	Representative Director, President of YUASA R&S CO., LTD.	
Apr. 2011	General Manager of Construction Machines Division of the Company			
Apr. 2013	Executive Officer, General Manager of Construction Machines Division of the Company			
Apr. 2015	Executive Officer, Branch Manager of Kita-Kanto Branch of the Company			
Apr. 2016	Executive Officer, Chief General Manager of Construction Market Headquarters of the Company			
		June 2016	Director, Executive Officer, Chief General Manager of Construction Market Headquarters of the Company (incumbent)	
Reasons for nomination as a candidate for Director Michihiro Suzuki has, thorough knowledge of the Construction Machines and Building Exterior divisions, a wealth of experience and a solid track record, having served in such capacities as General Manager of Construction Machines Division and Director and Chief General Manager of Construction Market Headquarters. The Company decided that it would be appropriate to have him play a part in strengthening the business in the construction field and contribute to the growth of the Company and the Company's Group and so made him a candidate.				

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company	Number of the Company's shares owned	
8	Noriyoshi Takahashi (July 3, 1955) New Candidate	Apr. 1978	Joined the Company	2,400 shares
		Apr. 2006	Assistant Manager of General Affairs and Legal Department of the Company	
June 2008	Manager of General Affairs and Legal Department of the Company			
Apr. 2012	Executive Officer, Manager of General Affairs and Legal Department of the Company			
Oct. 2014	Executive Officer, Manager of General Planning Department, Head of Sales Support Office of the Company			
Apr. 2017	Executive Officer, Vice Supervisory Manager of Management Administration, Manager of General Planning Department, Head of Sales Support Office, Manager of IT Infrastructure Promotion Office of the Company (incumbent)			
<p>Reasons for nomination as a candidate for Director Noriyoshi Takahashi possesses excellent management skills, having served as Manager of Management Administration in his capacity as Manager of the General Affairs and Legal Department and Manager of the General Planning Department and engaged in efforts to strengthen the management foundation. The Company has decided that 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.</p>				
9	Shinzo Maeda (February 25, 1947) Reelection Candidate for Outside Director Independent Director Attendance to the Board of Directors Meetings: 14/15	Apr. 1970	Joined Shiseido Company, Limited	0 shares
		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	
		Apr. 2011	Representative Director, Chairman of Shiseido Company, Limited	
		Apr. 2013	Representative Director, Chairman, President and CEO of Shiseido Company, Limited	
		Apr. 2014	Representative Director, Chairman of Shiseido Company, Limited	
		June 2014	Counselor of Shiseido Company, Limited (incumbent)	
		June 2015	Outside Director of the Company (incumbent)	
		Sept. 2015	Outside Director of TOSHIBA CORPORATION (incumbent)	
		<p>Significant concurrent positions outside the Company Counselor of Shiseido Company, Limited and Outside Director of TOSHIBA CORPORATION</p>		
<p>Reasons for nomination as a candidate for Outside Director Shinzo Maeda has worked in various public offices, in addition to having been the Representative Director, Chairman of the Board, etc. of Shiseido Company, Limited, and has abundant 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 and the Company's Group do not have any business relationship with Shiseido Company, Limited or its consolidated subsidiaries. Also, the Company has business transactions with TOSHIBA CORPORATION and its consolidated subsidiaries with the purchase and sale 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 so the Company has decided that Shinzo Maeda has independence. The Company has no business relationship, etc. with other companies where he holds office.</p>				

Candidate No.	Name (Date of birth)	Career summary, position and responsibility in the Company, and significant concurrent positions outside the Company	Number of the Company's shares owned
10	Eizo Haimoto (October 5, 1951) Reelection Candidate for Outside Director Independent Director Attendance to the Board of Directors Meetings: 15/15	Apr. 1975 Joined ICHINEN CO., LTD. (currently ICHINEN HOLDINGS CO., LTD.)	0 shares
		June 2001 Director of ICHINEN CO., LTD.	
		July 2005 Director, Managing Executive Officer of ICHINEN CO., LTD.	
		Apr. 2011 Representative Director, Senior Managing Executive Officer of TAIHOKOHZAI CO., LTD. (currently ICHINEN CHEMICALS CO., LTD.)	
		Sept. 2012 Representative Director, President & CEO of ICHINEN JIKCO LTD. (incumbent)	
		June 2013 Outside Director of the Company (incumbent)	
		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, President & CEO of ICHINEN JIKCO 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 consolidated net sales for the fiscal year ended March 31, 2017 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 relationship with TOSHIBA CORPORATION and its affiliated companies. Also, Eizo Haimoto is Representative Director, President & CEO of ICHINEN JIKCO LTD., a business company of ICHINEN HOLDINGS CO., LTD., and the Company has business relationship with ICHINEN HOLDINGS CO., LTD. In any case, the Company has business relationship 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 Directors. 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 two (2) years and four (4) 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) Substitute Audit & Supervisory Board Member

To prepare for a contingency in which the Company does not have the number of Audit & Supervisory Board Members required by law and the Articles of Incorporation, the Company proposes that one (1) substitute outside Audit & Supervisory Board Member be elected.

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

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

Name (Date of birth)	Career summary	Number of the Company's shares owned
Masashi Masuda (April 20, 1949) New Candidate	Nov. 1980 Joined Daiichi Audit Firm (currently Ernst & Young ShinNihon LLC) Mar. 1984 Registered as certified public accountant June 2012 Resigned from Shinnihon Audit Firm (currently Ernst & Young ShinNihon LLC) Apr. 2014 Auditor (part time), Tokyo University of Agriculture and Technology (incumbent) June 2014 Auditor (part time), National Federation of UNESCO Associations in Japan (incumbent) Apr. 2016 Auditor (part time), National Cancer Center Japan (incumbent) Auditor (part time), National Center of Neurology and Psychiatry (incumbent) Aug. 2016 Auditor (part time), Independent Administrative Institution National Museum of Art (incumbent)	0 shares
Reasons for nomination as a candidate for substitute Outside Audit & Supervisory Board Member Although Masashi Masuda does not have direct experience in corporate management, he possesses a wealth of experience and a solid track record as a certified public accountant, having served in such capacities as auditor at public corporations. The Company has decided that he possesses considerable knowledge of financing and accounting matters and so made him a candidate for substitute outside Audit & Supervisory Board Member.		

- Notes:
1. No special conflicts of interest exist between the Company and Masashi Masuda.
 2. Masashi Masuda is a candidate for substitute outside Audit & Supervisory Board Member.
 3. If Masashi Masuda is appointed as an Audit & Supervisory Board Member, the Company plans to enter into a limited liability agreement with him limiting his liability pursuant to Article 427, Paragraph 1 of the Companies Act. The maximum amount of liability under said agreement is the amount set forth in laws and ordinances.