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(Securities Code 4471)
June 2, 2017

To Our Shareholders:

Takao Ando
President, Representative Director
SANYO CHEMICAL
INDUSTRIES, LTD.
11-1, Ikkyo Nomoto-cho, Higashiyama-ku,
Kyoto, Japan

**CONVOCAION NOTICE OF
THE 93RD ORDINARY GENERAL MEETING OF SHAREHOLDERS**

You are cordially invited to attend the 93rd Ordinary General Meeting of Shareholders of SANYO CHEMICAL INDUSTRIES, LTD. (the “Company”). The meeting will be held for the purposes as described below.

If you are unable to attend the meeting, you may exercise your voting rights in writing by submitting the Voting Rights Exercise Form. After reviewing the attached Reference Documents for the General Meeting of Shareholders, please indicate your vote for or against the proposal on the enclosed Voting Rights Exercise Form and return it so that it is received by 5:30 p.m. on Thursday, June 22, 2017, Japan time.

1. Date and Time: Friday, June 23, 2017 at 10:00 a.m.

2. Place: Kokin Jr. Ballroom on the fifth floor of HOTEL GRANVIA KYOTO
Kyoto Station Bldg., 901 Higashi Shiokoji-cho,
Shiokoji-sagaru, Karasuma-dori, Shimogyo-ku, Kyoto

3. Meeting Agenda:

- Matters to be reported:**
1. The Business Report, Consolidated and Non-consolidated Financial Statements for the Company’s 93rd Fiscal Year (April 1, 2016 - March 31, 2017)
 2. Results of audits by the Accounting Auditor and the Audit & Supervisory Board of the Consolidated Financial Statements for the Company’s 93rd Fiscal Year (April 1, 2016 - March 31, 2017)

Proposals to be resolved:

- Proposal 1:** Election of 9 Directors
Proposal 2: Election of 1 Audit & Supervisory Board Member

Proposal 1: Election of 9 Directors

The terms of office of all 9 Directors, namely Messrs. Kan Ueno, Takao Ando, Hideya Narutaki, Kohei Maeda, Akinori Higuchi, Atsushi Ota, Hiroyuki Shimominami, Masaya Yamamoto, and Shigenobu Aikyo, will expire at the conclusion of this year's Ordinary General Meeting of Shareholders. Accordingly, we propose the election of 9 Directors, including 2 Outside Directors.

The candidates are as follows:

No.	Name			Current position and responsibilities, etc. at the Company
1	Kan Ueno	Reelection	Outside Director Independent Director	Director, Chairman of the Board Meeting
2	Takao Ando	Reelection		President, Representative Director
3	Hideya Narutaki	Reelection		Director, Managing Executive Officer, in charge of Sales & Marketing I, General Manager of Biotechnology & Medical Division, and Head of Tokyo Branch Office
4	Kohei Maeda	Reelection		Director, Managing Executive Officer, in charge of Research & Development, General Manager of Research & Application No.1 Division, General Manager of Research Administration Division, and Head of Head Office Research Laboratory
5	Akinori Higuchi	Reelection		Director, Managing Executive Officer, in charge of Sales & Marketing II, General Manager of Lubricating Oil Additives Division, and General Manager of Petroleum & Environment Division
6	Atsushi Ota	Reelection		Director, Executive Officer, and in charge of Production
7	Hiroyuki Shimominami	Reelection		Director, Executive Officer President, Representative Director of SDP Global Co., Ltd.
8	Masaya Yamamoto	Reelection		Director, Executive Officer, in charge of Corporate Ethics and General Affairs, and General Manager of Administrative Affairs Division
9	Shigenobu Aikyo	Reelection	Outside Director Independent Director	Director

No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
1	Kan Ueno (August 27, 1947)	April 1970	Joined Nippon Petrochemicals Co., Ltd.	1,600
	[Reelection]	April 2001	General Manager of General Affairs and Human Resources Department	
	[Outside Director]	June 2002	Executive Officer, General Manager of General Affairs and Human Resources Department	
	[Independent Director]	June 2004	Managing Director and Executive Officer	
		June 2005	Director, Senior Vice President, and Executive Director of the Supply Division of Nippon Oil Corporation	
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	April 2006	Director, Senior Vice President, and Executive Director of the Chemicals Division	
	6 years	June 2008	Director, Senior Vice President, and Executive Director of the Chemicals Division of Nippon Oil Corporation Senior Vice President of SAN-PETROCHEMICALS CO., LTD.	
Attendance at Board Meetings during fiscal 2016:	July 2010	Outside Audit & Supervisory Board Member of the Company President, Representative Director of JX Nippon Information Technology Co., Ltd.		
14/14 (100%)	June 2011	Outside Director of the Company		
	June 2014	Outside Director, Chairman of the Board Meeting (to present)		
[Reason for nomination as candidate for Outside Director] The Company has greatly benefitted from Mr. Kan Ueno's concise words of advice regarding management from an independent position, coming from his years of business and managerial experience in the chemical industry. Furthermore, he has shown fairness in leading the Board of Directors in his duties as Chairman of the Board Meeting of the Company. We believe that, with the above experience and knowledge, he is suited for the role in carrying out supervisory functions and providing advice to the Company's management, and thereby propose his re-election as an Outside Director.				
No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
2	Takao Ando (March 7, 1953)	April 1977	Joined the Company	10,300
	[Reelection]	June 1998	Director, Deputy General Manager of Research & Development Division	
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	April 2001	Director, General Manager of Research & Development Division	
	12 years	June 2003	Executive Officer, General Manager of Research & Development Division	
	Attendance at Board Meetings during fiscal 2016:	June 2004	Executive Officer, General Manager of International Project Promotion Division	
	14/14 (100%)	June 2007	Executive Officer of the Company President, Representative Director of SAN NOPCO LIMITED	
		June 2008	Managing Executive Officer of the Company President, Representative Director of SAN NOPCO LIMITED	
	June 2010	Director, Senior Managing Executive Officer, and in charge of Sales & Marketing I of the Company		
	June 2011	President, Representative Director (to present)		
[Reason for nomination as candidate for Director] Mr. Takao Ando has served as President, Representative Director since 2011 and appropriately carried out his duties in supervising and executing the management operations of the Company. We believe that, by making use of his wealth of experience and knowledge in overall management including research, sales and overseas business, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				

No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
3	Hideya Narutaki (September 22, 1958) [Reelection]	April 1984 November 2002 October 2008 February 2009 June 2010	Joined the Company General Manager, Toiletries Department of Nihashi Division Deputy General Manager of Yasui Division General Manager of Narutaki Division Executive Officer, General Manager of Toiletry, Detergent & Textile Division	1,600
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	January 2012 June 2012 June 2015	Executive Officer, in charge of Sales & Marketing I, and General Manager of Toiletry, Detergent & Textile Division Director, Executive Officer, in charge of Sales & Marketing I, and General Manager of Toiletry, Detergent & Textile Division Director, Managing Executive Officer, in charge of Sales & Marketing I, and General Manager of Toiletry, Detergent & Textile Division	
	5 years			
	Attendance at Board Meetings during fiscal 2016:	April 2017	Director, Managing Executive Officer, in charge of Sales & Marketing I, General Manager of Biotechnology & Medical Division, and Head of Tokyo Branch Office (to present)	
	14/14 (100%)			
[Reason for nomination as candidate for Director] For many years, Mr. Hideya Narutaki has been responsible for Sales & Marketing Division and is currently involved in supervising and executing the management operations of the Company as an officer in charge of Sales & Marketing. Since he is familiar with the Company's wide range of products, we believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				
No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
4	Kohei Maeda (November 3, 1960) [Reelection]	April 1985 April 1999 June 2005	Joined the Company General Manager of New Technologies & Business Development Office General Manager of Research & Development Division and General Manager of Research Administration Division	3,000
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	June 2010 June 2014	Executive Officer, General Manager of Research & Application Division, and General Manager of Research Administration Division Director, Executive Officer, General Manager of Research & Application Division, and Head of Head Office Research Laboratory	
	3 years	June 2015	Director, Managing Executive Officer, in charge of Research & Development, General Manager of Research & Application Division, and Head of Head Office Research Laboratory	
	Attendance at Board Meetings during fiscal 2016:	October 2016	Director, Managing Executive Officer, in charge of Research & Development, General Manager of Research & Application No.1 Division, General Manager of Research Administration Division, and Head of Head Office Research Laboratory (to present)	
	13/14 (93%)			
[Reason for nomination as candidate for Director] For many years, Mr. Kohei Maeda has been responsible for Research & Development and is currently involved in supervising and executing the management operations of the Company as an officer in charge of Research & Development. Since he is familiar with the Company's wide range of research and development, we believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				

No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
5	Akinori Higuchi (November 7, 1959) [Reelection]	April 1984 October 1984 October 2005 June 2012	Joined the Company Transferred to SAN NOPCO LIMITED General Manager of Pulp & Paper Chemicals Marketing and Sales Department President, Representative Director, and General Manager of Sales & Marketing Division	400
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	June 2014 June 2015 June 2016	Executive Officer of the Company President, Representative Director of SAN NOPCO LIMITED Managing Executive Officer, General Manager of Petroleum & Environment Division of the Company Director, Managing Executive Officer, in charge of Sales & Marketing II, General Manager of Lubricating Oil Additives Division, and General Manager of Petroleum & Environment Division (to present)	
	1 year			
	Attendance at Board Meetings during fiscal 2016:			
	11/11 (100%)			
	[Reason for nomination as candidate for Director] Mr. Akinori Higuchi has been involved in supervising and executing the management operations of the Company as an officer in charge of Sales & Marketing Division and he also has experience serving as Chief Executive Officer of one of the Company's consolidated subsidiaries. He is working toward business expansion in the Business Division he is currently responsible for. We believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.			
No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
6	Atsushi Ota (February 2, 1958) [Reelection]	April 1982 April 2001 April 2004 July 2007 June 2012	Joined the Company General Manager of Production Technology Department Head of Nagoya Factory and Kinuura Satellite Factory Deputy General Manager of Production Division, Head of Nagoya Factory and Kinuura Satellite Factory Executive Officer, General Manager of Personnel Division	1,900
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	June 2016	Director, Executive Officer, in charge of Production (to present)	
	1 year			
	Attendance at Board Meetings during fiscal 2016:			
	11/11 (100%)			
[Reason for nomination as candidate for Director] For many years, Mr. Atsushi Ota has been responsible for Factories and has experience as an officer in charge of Personnel. He is currently involved in executing the management operations of the Company as an officer in charge of Production. We believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				

No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
7	Hiroyuki Shimominami (January 22, 1960) [Reelection]	April 1983 October 2005 April 2009 June 2013 April 2014	Joined Tomen Corporation General Manager of Industrial Materials Department President of Toyota Tsusho (H.K.) Co., Ltd. Executive Officer of the Company Director of San-Dia Polymers, Ltd. Executive Officer of the Company President, Representative Director of SDP Global Co., Ltd. Director, Executive Officer of the Company President, Representative Director of SDP Global Co., Ltd. (to present)	600
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	June 2016		
	1 year			
	Attendance at Board Meetings during fiscal 2016:			
	11/11 (100%)			
[Reason for nomination as candidate for Director] Mr. Hiroyuki Shimominami is Chief Executive Officer of one of the Company's consolidated subsidiaries in charge of production and sales of superabsorbent polymers, one of the main business of the Company. In addition, he holds managerial and marketing-related experience in the chemicals fields at a trading company. We believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				
No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
8	Masaya Yamamoto (July 7, 1958) [Reelection]	April 1982 October 2006 June 2009	Joined Toray Industries, Inc. General Manager on Special Assignment of Internal Control Department Member of the Board of P.T. Toray Industries Indonesia General Manager on Special Assignment of Finance & Controller's Division (Finance Chief of the Indonesia Districts) of Toray Industries, Inc.	300
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	August 2013	Deputy General Manager of Sales & Marketing Administration Division of the Company	
	1 year	June 2014	Executive Officer, General Manager of Administrative Affairs Division	
	Attendance at Board Meetings during fiscal 2016:	June 2016	Director, Executive Officer, in charge of Corporate Ethics and General Affairs, and General Manager of Administrative Affairs Division (to present)	
	11/11 (100%)			
[Reason for nomination as candidate for Director] Mr. Masaya Yamamoto has been involved in executing the management operations of the Company as an officer in charge of General Affairs. In addition, he engaged in activities related to finance and accounting divisions, internal control and overseas businesses at Toray Industries, Inc. We believe that, by making use of the above experience and knowledge, he is a person that can contribute to the sustainable improvement of corporate value, and thereby propose his re-election as a Director.				

No.	Name (Date of birth)	Career summary, positions, responsibilities and significant concurrent positions		Number of shares of the Company held
9	Shigenobu Aikyo (October 1, 1949)	April 1972 June 1999	Joined the Sumitomo Bank, Limited Executive Officer, General Manager of Human Resources Department	200
	[Reelection] [Outside Director] [Independent Director]	April 2001 April 2006	Executive Officer, General Manager of Planning Department of Sumitomo Mitsui Banking Corporation Senior Managing Director, Head of Investment Banking Unit of Sumitomo Mitsui Banking Corporation Senior Managing Director (Executive Officer), Head of Investment Banking Planning Department of Sumitomo Mitsui Financial Group, Inc.	
	Term of office as Director (at the conclusion of this year's Ordinary General Meeting of Shareholders):	April 2007 April 2010	Deputy President, Head of Middle Market Banking Unit of Sumitomo Mitsui Banking Corporation Chairman of the Board and Representative Director of Nikko Cordial Securities Inc.	
	1 year	April 2011	Chairman of the Board and Representative Director of SMBC Nikko Securities Inc.	
	Attendance at Board Meetings during fiscal 2016:	April 2015 June 2015	Advisor Outside Director of HASHIMOTO SOGYO CO., Ltd. (currently HASHIMOTO SOGYO HOLDINGS CO., Ltd.) (to present)	
	10/11 (91%)	March 2016 June 2016	Outside Director of MODEC, INC. (to present) Outside Director of the Company (to present) Outside Director of DAIHEN Corporation (to present) Outside Director of NICHICON CORPORATION (to present) Outside Director of SCSK Corporation (to present)	
	[Reason for nomination as candidate for Outside Director] The Company has greatly benefitted from Mr. Shigenobu Aikyo's concise words of advice regarding management from an independent position, coming from his years of managerial experience in financial institutions. We believe that, with the above experience and knowledge, he is suited for the role in carrying out supervisory functions and providing advice to the Company's management, and thereby propose his re-election as an Outside Director.			

(Notes)

1. Mr. Hiroyuki Shimominami concurrently serves as President, Representative Director of SDP Global Co., Ltd., which has a transactional relationship with the Company in product supply. Otherwise, there are no special interests between each candidate for Director and the Company.
2. Messrs. Kan Ueno and Shigenobu Aikyo are candidates for Outside Director as stipulated in Article 2, Item 15 of the Companies Act.
3. The Company has entered into a limited liability agreement with each of Messrs. Kan Ueno and Shigenobu Aikyo, wherein the limit of their liability for damages under Article 423, Paragraph 1 of the Companies Act is the minimum liability amount as stipulated under Article 425, Paragraph 1 of the Companies Act, provided that they carried out their duties in good faith and without gross negligence. The Company will continue the agreement if the re-election of each of them is approved.
4. The Company designated Messrs. Kan Ueno and Shigenobu Aikyo as independent directors as set forth by the regulations of the Tokyo Stock Exchange. The Company will continue to designate Messrs. Kan Ueno and Shigenobu Aikyo as independent directors if the re-election of each of them is approved.

Proposal 2: Election of 1 Audit & Supervisory Board Member

Audit & Supervisory Board Member, namely Mr. Takahide Kasai, will resign at the conclusion of this year's Ordinary General Meeting of Shareholders. Accordingly, we propose the election of 1 Audit & Supervisory Board Member as a substitute.

The term of office of the Audit & Supervisory Board Member to be appointed will be the same as the term of office of the retired Audit & Supervisory Board Member, and therefore it will be until the conclusion of the Ordinary General Meeting of Shareholders pertaining to the fiscal year ending within three years after the election.

Please note that the Audit & Supervisory Board has already given its approval to this proposal.

The candidate is as follows:

Name (Date of birth)	Career summary, positions and significant concurrent positions	Number of shares of the Company held
Hiroyuki Sato (October 11, 1956) [New Candidate] [Outside Audit & Supervisory Board Member]	April 1979 Joined Nippon Mining Co., Ltd. April 2005 General Manager of Crude oil & Products Acquisition Department of Japan Energy Corporation July 2010 Executive Officer, General Manager, Supply Planning & Optimization Department, Supply Division of JX Nippon Oil & Energy Corporation July 2012 Managing Executive Officer, General Manager of Basic Chemicals Division June 2014 Director, Managing Executive Officer, and in charge of Basic Chemicals Department/Aromatics Department April 2017 Director, Managing Executive Officer, and General Manager of Chemicals Division of JXTG Nippon Oil & Energy Corporation (to present) Senior Vice President of SAN-PETROCHEMICALS CO., LTD. (to present)	0
[Reason for nomination as candidate for Outside Audit & Supervisory Board Member] For many years, Mr. Hiroyuki Sato has been in charge of chemical fields at energy companies and has been involved in executing management operations. We believe that, with the above experience and knowledge, he is a person capable of fulfilling the roles of an Audit & Supervisory Board Member, and thereby propose his election as an Outside Audit & Supervisory Board Member.		

(Notes)

1. Mr. Hiroyuki Sato concurrently serves as Senior Vice President of SAN-PETROCHEMICALS CO., LTD., which has a transactional relationship with the Company in product supply and sales.
2. Mr. Hiroyuki Sato is a candidate for Outside Audit & Supervisory Board Member as stipulated in Article 2, Item 16 of the Companies Act.
3. Mr. Hiroyuki Sato is an executive of SAN-PETROCHEMICALS CO., LTD. which has a special business relationship with the Company.
4. The Company intends to enter into a limited liability agreement with Mr. Hiroyuki Sato, wherein the limit of his liability for damages under Article 423, Paragraph 1 of the Companies Act is the minimum liability amount as stipulated under Article 425, Paragraph 1 of the Companies Act, provided that he carried out his duties in good faith and without gross negligence.

<Reference> Standards for Independence of Outside Directors and Outside Audit & Supervisory Board Members (hereinafter “Outside Officers”)

When selecting independent officers, the Company shall adopt the “Standards for Determining the Independence of Outside Officers,” as determined below.

“Standards for Determining the Independence of Outside Officers”

An outside officer shall be deemed independent if he or she does not fall under any of the following items.

1. A party whose major business partner is the Sanyo Chemical Group (*1, also hereinafter “the Group”) (*2) or an executive thereof (*3).
2. A major business partner of the Group (*4) or an executive thereof.
3. A major lender of the Group (*5) or an executive thereof.
4. A major shareholder of the Company or an executive thereof.
5. A person who belongs to an accounting firm serving as the Group’s accounting auditor.
6. A legal professional, accountant, or consultant, etc. who receives money or profit from other property benefits of a large amount (*6) from the Group, in a form other than compensation for officers.
7. A person or an executive, such as a director, of an organization such as a legal entity or a partnership, etc. who receives donations or subsidies of a large amount from the Group.
8. An executive director, executive officer (*shikkoyaku*), executive officer (*shikkoyakuin*) or an employee, such as a manager, of a company in which an executive director or a full-time audit & supervisory board member of the Group concurrently serves as an outside director or an outside audit & supervisory board member of the said company.
9. A person who fell under any of items 1 through 8 above within the past three years.
10. A spouse or a relative within the second degree of kinship of a person who falls under any of items 1 through 8 but is a person of importance (*7).

*1: “The Sanyo Chemical Group” pertains to the entire network consisting of the Company, its subsidiaries and affiliates.

*2: “A party whose major business partner is the Group” refers to a party who received payments from the Company in an amount that is equivalent to 2% or more of the said party’s consolidated net sales for the most recent fiscal year.

*3: “An executive” refers to a director (excluding outside directors), an executive officer (*shikkoyaku*), executive officer (*shikkoyakuin*), executive director or any other person or employee equivalent thereto of an organization such as a legal entity.

*4: “A major business partner of the Group” refers to a party from whom the Company received payments in an amount that is equivalent to 2% or more of the Company’s consolidated net sales for the most recent fiscal year.

*5: “A major lender of the Group” refers to a party that provides financing to the Company in an amount that is equivalent to 2% or more of the Company’s consolidated total assets for the most recent fiscal year.

*6: “A large amount” for an individual is equivalent to an average amount over the past three years equivalent to ¥10 million or more; for an organization such as a legal entity or a partnership, an average amount over the past three years exceeding 2% of the consolidated net sales or total revenues.

*7: “A person of importance” refers to a director (excluding outside directors), an audit & supervisory board member (excluding outside audit & supervisory board members), an executive officer or an employee who holds a managerial position above the general manager level.