

TAIYO YUDEN

TAIYO YUDEN (U.S.A.) INC.
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Date: August 28, 2015
PCN Ref#: 85_UTY15-8

Taiyo Yuden Co., Ltd.

Notice of Business Transfer / Discontinuation (EOL) of Coin Type and Rectangular Type Polyacene Capacitors

This letter is to inform you that we have executed the Business Transfer Agreement, under which we have transferred our coin type and rectangular type polyacene capacitor business to SAMSSIN DEVICE CO., LTD. (“SSD”), a Korean company, in order to increase business efficiency. Since initial agreement of transfer, SSD has decided to cancel all future production of rectangular type polyacene capacitors but will continue to produce coin type polyacene capacitors. We hereby would like to give notification of the termination of future production and sales of our coin type and rectangular type polyacene capacitors. As market demand has significantly declined, it is determined that the production and sales of the objective product will be terminated.

The schedule for production and sales termination of objective items is specified as the following. We appreciate your understanding and cooperation regarding discontinuation and adoption of the objective items and inform us of the expected future usage quantity by the specified deadline stated below. We also appreciate your support to forward this notice to your relevant sections.

1. Production, sales termination schedule

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|---|--------------------------|
| 1) Notice to customers on production and sales termination | : August / 2015 |
| 2) Deadline to declare future usage quantity* and purchase volume** | : End of October / 2015 |
| 3) Scheduled time or production termination** | : End of December / 2015 |

**In line with the above and distribution business terms, all distributors are able to place orders (LTB) up until 90 days of the issue of this notice however all LTB details must be provided by end of October*

***Both production and shipments will terminate at the end of December meaning an effective LTS date of end of December*

2. Objective products

Coin Type*: PAS311HR-VG1, PAS311HR-VA6R, PAS311SR-VA6R, PAS614L-VL3, PAS614L-VL3-R

Rectangular Type**: PAS3225P2R6143, PAS3225P3R3113

3. Transactions with SAMSSIN DEVICE CO., LTD

For inquiries to SAMSSIN DEVICE CO., LTD (SSD), please contact William Kim via any of the following methods:

Email: William Kim, sunggak@samssin.com (CC: Richard Yoon, richard@samssin.com)

TEL: 82-31-737-2646

FAX: 82-31-737-2641

Mobile: 82-10-8831-1302

****Coin type: Please note all other PAS coin type capacitors (i.e. PAS409, PAS414 series) have been discontinued previously*

*****Rectangular type: Please note at this time SSD has decided not to continue product of rectangular type polyacene capacitors*

We apologize for this unilateral notice of termination as it may cause you trouble and inconvenience. However, we are compelled to make this decision due to our business circumstances. Therefore, we are grateful to have your understanding and support on this matter. It is our pleasure to have your continuous patronage and courtesy to our electronics components.

Issued by TAIYO YUDEN (U.S.A.) INC.
Sales Planning Department