

Dear Shareholders,

We wish to extend our sincere gratitude for your continued support.

This document has been sent in order to notify you of the 144th Ordinary General Meeting of Shareholders, which will be convened on Friday June 26, 2015. Included in the material is an overview of Mitsubishi Electric's business operations during fiscal 2015 as well as a summary of its future initiatives.

June 2015

Masaki Sakuyama, President & CEO, Member of the Board

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IMPORTANT NOTICE

The present Notice of Convocation and all of the attached materials are English translations of the original Japanese-language notice, which has been prepared in compliance with requirements under applicable Japanese laws, regulations and/or administrative ordinances. Please note that this English translation is published for the purposes of reference and convenience and UNDER NO CIRCUMSTANCES shall this English translation create any binding effect on Mitsubishi Electric Corporation; ONLY the Japanese original shall have effect on the exercise of shareholders' rights, and only to the extent secured under the laws of Japan. Also, Mitsubishi Electric Corporation makes no warranty of any nature as to the accuracy or preciseness of the present English translation of the Notice of Convocation.

(Stock Code: 6503)

June 1, 2015

To Our Shareholders

Mitsubishi Electric Corporation
2-7-3, Marunouchi, Chiyoda-ku, Tokyo
Masaki Sakuyama
President & CEO, Member of the Board

NOTICE OF CONVOCATION OF THE 144TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

Dear Shareholders,

You are cordially invited to attend the 144th Ordinary General Meeting of Shareholders of Mitsubishi Electric Corporation.

If you are unable to attend the meeting, you are requested to review the attached reference materials and to exercise your voting rights, indicating your approval or disapproval of each of the proposals put forward for resolution, by no later than 5:30 PM on Thursday, June 25, 2015, using either of the methods listed below.

Exercise of Voting Rights in Writing

Please complete and send by return mail the enclosed Voting Right Exercise Form indicating your approval or disapproval to each of the proposals put forward for resolution.

Exercise of Voting Rights via the Internet

Please have access to the website (<http://www.evotep.jp/>) as identified on page 9 titled as "Instructions for the Exercise of Voting Rights via the Internet", in which you may indicate your approval or disapproval of the agenda. The pertinent procedures are outlined on the above-referred page.

Particulars

1. **Meeting Date and Time:** Friday, June 26, 2015 at 10:00 AM (entry begins at 9:00 AM)
 2. **Meeting Venue:** Palace Hotel Tokyo, 2nd Floor "AOI" 1-1-1 Marunouchi, Chiyoda-ku, Tokyo
 3. **Meeting Agenda:**
 - Tabling of Reports**

Tabling of the Business Report, Consolidated and Non-Consolidated Financial Statements, Independent Auditor's Report and the Audit Committee's Report on Consolidated Financial Statements for the 144th fiscal year (from April 1, 2014 to March 31, 2015)
 - Matters for Resolution**
 - (1) Partial Amendments to the Articles of Incorporation
 - (2) The Election of Twelve (12) Directors
-
1. Shareholders attending the meeting on June 26, 2015 are requested to submit the enclosed Voting Rights Exercise Form at the front desk of the meeting venue.
 2. The following items are posted on the Company's Website and therefore are not included in the Notice of Convocation of the 144th Ordinary General Meeting of Shareholders, in accordance with laws and Article 15 of Mitsubishi Electric's Articles of Incorporation.
 - (1) Consolidated Statement of Equity
 - (2) Notes to Consolidated Financial Statements
 - (3) Statement of Changes in Net Assets

(4) Notes to Financial Statements

Statements to be audited, including relevant notes to be disclosed on the Company's Website, have been duly audited by the Audit Committee and Independent Auditor.

3. Please kindly take note that amendments to reference materials, the Business Report and the Consolidated and Non-Consolidated Financial Statements will be posted on the Company's Website.

The Company's Website (<http://www.MitsubishiElectric.com/company/ir/meeting/index.html>)

Reference Materials for the 144th Ordinary General Meeting of Shareholders

Reference Items

Item 1: Partial Amendments to the Articles of Incorporation

We would like to amend the Articles of Incorporation as follows.

1. Reasons for the Amendments

- (1) In accordance with the enforcement of the Act for Partial Amendment of the Companies Act (Act No. 90 of 2014; hereinafter “the Amended Companies Act”), the Company’s designation will be changed from “Company with Committees System” to “Company with Three-committee System” and revisions are to be made to clarify the Company’s institutions, and reorganizes the Articles of Incorporation. (Proposed amendments to Articles 2 and 25)
- (2) In order for the Directors and Executive Officers to adequately fulfill their expected roles, provisions stipulating that Directors and Executive Officers may be exempted from liability to the extent allowed by laws and regulations by resolutions of the Board of Directors are to be newly established in accordance with Article 426, Paragraph 1 of the Companies Act, and the Company has obtained approvals from all members of the Audit Committee accordingly. (Proposed amendments to Article 24, Paragraph 1 and Article 29)
- (3) In light of the enforcement of the Amended Companies Act, changes are to be made to enter into limited liability agreements with all Directors who do not execute business in order to assign valuable and appropriate personnel to oversee the performance of duties, and ensure that such role is adequately performed. The Company has obtained approvals from all members of the Audit Committee. (Proposed amendments to Article 24, Paragraph 2).
- (4) As the result of the inclusion of a new article, the subsequent articles shall be renumbered (Proposed amendments to Article 30 and thereafter).

2. Details of Amendments

The details of the changes are as follows.

Note: Changes are underlined.

Current Articles of Incorporation	Proposed Amendments
<p><u>(Company with Committees System)</u> Article 2 As a “<u>Company with Committees System</u>,” the Company shall establish a Board of Directors, <u>Committees</u>, and Independent Auditor.</p> <p>Article 3 to Article 23 (Descriptions of Articles are omitted)</p> <p><u>(Outside Directors and limited liability agreements)</u> Article 24</p> <p>(New)</p>	<p><u>(Organ)</u> Article 2 As a “<u>Company with Three-committee System</u>,” the Company shall establish a <u>Shareholders’ Meeting and Directors</u>, <u>as well as</u> a Board of Directors, <u>a</u> <u>Nomination Committee</u>, <u>an Audit Committee</u>, <u>a Compensation Committee</u>, <u>Executive Officers</u>, and Independent Auditor.</p> <p>Article 3 to Article 23 (Same as Articles 3 to 23 of current version)</p> <p><u>(Exemption of liability of Directors)</u> Article 24 <u>In accordance with Article 426, Paragraph 1 of the Companies Act, the Company shall be able to exempt the liability of Directors (including former Directors) as specified by Article 423, Paragraph 1 of the Companies Act by the resolutions of the Board of Directors, to the extent allowed by laws and regulations.</u></p>

Current Articles of Incorporation	Proposed Amendments
<p>In accordance with Article 427, Paragraph 1 of the Companies Act, the Company shall be able to enter into limited liability agreements as specified in Article 423, Paragraph 1 of the Act with <u>Outside Directors</u>. However, the limit of liability based on this agreement shall be either ¥10 million or more as previously stipulated, or the statutory amount, whichever is higher.</p>	<p><u>2</u> In accordance with Article 427, Paragraph 1 of the Companies Act, the Company shall be able to enter into limited liability agreements as specified in Article 423, Paragraph 1 of the Act with <u>Directors (excluding Executive Directors or others)</u>. However, the limit of liability based on this agreement shall be either ¥10 million or more as previously stipulated, or the statutory amount, whichever is higher.</p>
<p>(Committees) Article 25 <u>The Company shall establish a Nomination Committee, an Audit Committee, and a Compensation Committee.</u> <u>2</u> Members of <u>each Committee</u> shall be selected from Directors by resolution of the Board of Directors.</p>	<p><u>(Members of Committees)</u> Article 25 (Deleted) Members of the <u>Nomination Committee, the Audit Committee, and the Compensation Committee</u> shall be selected from Directors by resolution of the Board of Directors.</p>
<p>Article 26 to Article 28 (Descriptions of Articles are omitted)</p>	<p>Article 26 to Article 28 (Same as Articles 26 to 28 of current version)</p>
<p>(New)</p>	<p><u>(Exemption of liability of Executive Officers)</u> <u>Article 29</u> <u>In accordance with Article 426, Paragraph 1 of the Companies Act, the Company shall be able to exempt the liability of Executive Officers (including former Executive Officers) as specified by Article 423, Paragraph 1 of the Companies Act by the resolutions of the Board of Directors, to the extent allowed by laws and regulations.</u></p>
<p><u>Article 29</u> to <u>Article 32</u> (Descriptions of Articles are omitted)</p>	<p><u>Article 30</u> to <u>Article 33</u> (Same as Articles 29 to 32 of current version)</p>

Item 2: The Election of Twelve (12) Directors

The terms of office with all the Company's Directors (twelve members) will expire at the end of this Ordinary General Meeting of Shareholders. Therefore, Mitsubishi Electric Corporation is to submit an agenda item concerning the election of 12 Directors, in line with a decision made by the Nomination Committee.

Details of the candidates are as follows:

	Name (Date of Birth)	Career summary, major positions and assignments at the Company and material concurrent positions	The number of shares owned
1	Kenichiro Yamanishi (February 25, 1951)	<p>April 1975 Joined Mitsubishi Electric Corporation</p> <p>April 2006 Executive Officer, Total Productivity Management & Environmental Programs</p> <p>April 2008 Senior Executive Officer, Semiconductor & Device</p> <p>April 2010 Representative Executive Officer, President & CEO</p> <p>June 2010 Director, Representative Executive Officer, President & CEO</p> <p>April 2014 Chairman, Member of the Board (current position)</p>	81,000
2	Masaki Sakuyama (March 17, 1952)	<p>April 1977 Joined Mitsubishi Electric Corporation</p> <p>April 2008 Executive Officer, Energy & Industrial Systems</p> <p>April 2010 Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies</p> <p>June 2010 Director, Member of the Nomination Committee, Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies</p> <p>April 2012 Director, Member of the Nomination Committee, Representative Executive Officer, Executive Vice President, Semiconductor & Device</p> <p>June 2012 Representative Executive Officer, Executive Vice President, Semiconductor & Device</p> <p>April 2014 Representative Executive Officer, President & CEO</p> <p>June 2014 Director, Representative Executive Officer, President & CEO (current position)</p>	54,000
3	Hiroki Yoshimatsu (December 4, 1953)	<p>April 1976 Joined Mitsubishi Electric Corporation</p> <p>April 2009 Executive Officer, Accounting and Finance</p> <p>June 2009 Director, Member of the Compensation Committee, Executive Officer, Accounting and Finance</p> <p>April 2013 Director, Member of the Compensation Committee</p> <p>June 2013 Director, Member of the Audit Committee</p> <p>June 2014 Director, Chairman of the Audit Committee (current position)</p>	29,000
4	Noritomo Hashimoto (July 30, 1954)	<p>April 1977 Joined Mitsubishi Electric Corporation</p> <p>April 2009 Executive Officer, General Affairs, Human Resources and Public Relations</p> <p>June 2009 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, General Affairs, Human Resources and Public Relations</p> <p>April 2012 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies</p> <p>June 2012 Director, Member of the Nomination Committee, Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies (current position)</p>	32,000
5	Nobuyuki Okuma (July 31, 1958)	<p>April 1982 Joined Mitsubishi Electric Corporation</p> <p>April 2010 General Manager, Planning & Administration Department, Factory Automation Systems Group</p> <p>April 2012 Executive Officer, Human Resources</p> <p>June 2012 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, Human Resources</p> <p>April 2013 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, General Affairs and Human Resources (current position)</p>	20,000
6	Akihiro Matsuyama (June 1, 1957)	<p>April 1981 Joined Mitsubishi Electric Corporation</p> <p>April 2010 General Manager, Associated Companies Operation Division</p> <p>April 2013 Executive Officer, Accounting and Finance</p> <p>June 2013 Director, Member of the Compensation Committee, Executive Officer, Accounting and Finance (current position)</p>	18,000

	Name (Date of Birth)	Career summary, major positions and assignments at the Company and material concurrent positions	The number of shares owned
7	Takashi Sasakawa (November 20, 1949)	<p>April 1972 Joined Mitsubishi Electric Corporation</p> <p>April 2007 Executive Officer, Global Strategic Planning & Marketing</p> <p>April 2011 Senior Vice President, Global Strategic Planning & Marketing</p> <p>March 2012 Senior Vice President, Electronic Systems</p> <p>April 2014 Corporate Adviser</p> <p>June 2014 Director, Member of the Audit Committee (current position)</p>	38,000
8	Mikio Sasaki (October 8, 1937) (Period of Service: 9 years) (Candidate for Outside Director)	<p>April 1960 Joined Mitsubishi Corporation</p> <p>April 1998 Member of the Board, President & CEO, Mitsubishi Corporation</p> <p>April 2004 Chairman of the Board, Mitsubishi Corporation</p> <p>June 2006 Director and Member of the Compensation Committee, Mitsubishi Electric Corporation (current position)</p> <p>June 2010 Member of the Board, Senior Corporate Advisor, Mitsubishi Corporation</p> <p>June 2011 Senior Corporate Advisor, Mitsubishi Corporation (current position)</p> <p>Important concurrent positions: Senior Corporate Advisor, Mitsubishi Corporation Outside Director, Mitsubishi Motors Corporation Outside Director, Mitsubishi Research Institute, Inc. Outside Director, Tokio Marine Holdings, Inc.</p> <p>Reasons for the nomination: Cultivated over the course of a career in of trading company management, Mr. Sasaki's experience and insights as a business specialist are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to therefore bring an objective viewpoint to the overseeing of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and Articles of Incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by Outside Director candidates: During Mr. Sasaki's time of service as Outside Director, Mitsubishi Motors Corporation engaged in the use of certain facilities without making filings required under environmental laws, regulations and ordinances. Mr. Sasaki was unaware of this omission. However, Mr. Sasaki had constantly called the attention of the company's Directors to relevant issues in the interest of ensuring legal compliance. After the incident, Mr. Sasaki instructed the directors to conduct rigorous investigation and to prevent the recurrence of similar violations.</p>	28,000
9	Shigemitsu Miki (April 4, 1935) (Period of Service: 8 years) (Candidate for Outside Director)	<p>April 1958 Joined The Mitsubishi Bank, Ltd. (now The Bank of Tokyo-Mitsubishi UFJ, Ltd.)</p> <p>June 2000 President, The Bank of Tokyo-Mitsubishi, Ltd. (now The Bank of Tokyo-Mitsubishi UFJ, Ltd.)</p> <p>April 2001 President & CEO, Mitsubishi Tokyo Financial Group, Inc. (now Mitsubishi UFJ Financial Group, Inc.)</p> <p>June 2004 Chairman of the Board, The Bank of Tokyo-Mitsubishi, Ltd. and Director, Mitsubishi Tokyo Financial Group, Inc.</p> <p>October 2005 Director, Mitsubishi UFJ Financial Group, Inc.</p> <p>January 2006 Chairman of the Board, The Bank of Tokyo-Mitsubishi UFJ, Ltd.</p> <p>June 2007 Director, Member of the Nomination Committee and Member of the Audit Committee, Mitsubishi Electric Corporation (current position)</p> <p>April 2008 Senior Corporate Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd.</p> <p>April 2010 Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. (current position)</p> <p>Important concurrent positions: Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. Outside Director, Mitsubishi Logistics Corporation Outside Director, Kirin Holdings Company, Ltd.</p> <p>Reasons for the nomination: Cultivated over the course of a career in the banking business, Mr. Miki's experience and insights as a management specialist are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to therefore bring an objective viewpoint to the overseeing of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and Articles of Incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by Outside Director candidates: During Mr. Miki's time of service as Outside Auditor, Mitsubishi Motors Corporation engaged in the use of certain facilities without necessary filings in line with environmental laws, regulations and ordinances. Mr. Miki was unaware of this omission. However, Mr. Miki had constantly called the attention of the company's Auditors to relevant issues from the interests of ensuring legal compliance. After the incident, Mr. Miki instructed the auditors to conduct rigorous investigation and to prevent the recurrence of similar violations.</p>	27,000

	Name (Date of Birth)	Career summary, major positions and assignments at the Company and material concurrent positions	The number of shares owned
10	Mitoji Yabunaka (January 23, 1948) (Period of Service: 3 years) (Candidate for Outside Director)	<p>April 1969 Joined the Ministry of Foreign Affairs of Japan January 2008 Vice-Minister, Ministry of Foreign Affairs of Japan August 2010 Retired from Ministry of Foreign Affairs of Japan October 2010 Advisor, Nomura Research Institute, Ltd. (current position) June 2012 Director, Member of the Nomination Committee and Member of the Compensation Committee, Mitsubishi Electric Corporation (current position)</p> <p>Important concurrent positions: Advisor, Nomura Research Institute, Ltd. Professor, Ritsumeikan University Outside Director, Kawasaki Kisen Kaisha, Ltd. Specially Appointed Professor, Osaka University Outside Director, Komatsu Ltd. Outside Director, Takasago Thermal Engineering Co., Ltd.</p> <p>Reasons for the nomination: Mr. Yabunaka's experience and insights as an expert in international affairs cultivated through the course of a career are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and Articles of Incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by Outside Director candidates: During Mr. Yabunaka's time of service as an Outside Director, Kawasaki Kisen Kaisha, Ltd. received a cease-and-desist order as well as an order for surcharge payment from the Japan Fair Trade Commission in March 2014, for suspected infringement of the Antimonopoly Act in connection with the transportation of automobiles and other cargo. Subsequently, in September 2014, the company accepted a plea bargain with the U.S. Department of Justice to pay the fines. Mr. Yabunaka was unaware of the infringement. However, Mr. Yabunaka had constantly called the attention of the company's directors to relevant issues in the interest of ensuring legal compliance. After the incident, Mr. Yabunaka instructed the directors to conduct a rigorous investigation and to prevent the recurrence of similar violations.</p>	2,000
11	Hiroshi Obayashi (June 17, 1947) (Period of Service: 2 years) (Candidate for Outside Director)	<p>April 1972 Appointed as Public Prosecutor June 2006 Vice-Minister, Ministry of Justice of Japan July 2008 Superintending Prosecutor, Tokyo High Public Prosecutors Office June 2010 Appointed as the Prosecutor General December 2010 Retired from office of the Prosecutor General March 2011 Attorney-at-law (current position) June 2013 Director, Member of the Nomination Committee and Member of the Audit Committee, Mitsubishi Electric Corporation (current position)</p> <p>Important concurrent positions: Attorney-at-law Outside Auditor, Daiwa Securities Co. Ltd. Outside Audit & Supervisory Board Member, NIPPON STEEL & SUMITOMO METAL CORPORATION Outside Auditor, Japan Tobacco Inc.</p> <p>Reasons for the nomination: Mr. Obayashi's experience and insights cultivated through the course of a career as a lawyer (public prosecutor, attorney-at-law) are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p>	3,000
12	Kazunori Watanabe (October 9, 1950) (New Candidate) (Candidate for Outside Director)	<p>April 1975 Joined Showa Audit Corporation (current Ernst & Young ShinNihon LLC) September 1978 Registered as a certified public accountant (current position) March 1980 Registered as a tax accountant (current position) May 2002 Partner, Shin Nihon & Co. (current Ernst & Young ShinNihon LLC) August 2008 Executive Partner, Ernst & Young ShinNihon LLC March 2010 Retired Ernst & Young ShinNihon LLC Chief, Kazunori Watanabe Certified Public Accountant & Tax Accountant Office (current position)</p> <p>Important concurrent positions: Certified Public Accountant Tax Accountant</p> <p>Reasons for the nomination: Mr. Watanabe's experience and insights as a certified public accountant cultivated over the course of his career are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p>	1,000

Notes:

1. There is no special interest between any of the candidates and the Company.
2. Messrs. Mikio Sasaki, Shigemitsu Miki, Mitoji Yabunaka, Hiroshi Obayashi and Kazunori Watanabe are five candidates for Outside Directors, as defined under Article 2, Paragraph 3, Item 7 of the Ordinance for Enforcement of the Companies Act.
3. Mitsubishi Electric Corporation has named Messrs. Mikio Sasaki, Shigemitsu Miki, Mitoji Yabunaka and Hiroshi Obayashi given that they satisfy the requirement of independency in accordance with the Securities Listing Regulations of the Tokyo Stock Exchange as independent directors. The Company has filed notification with the Tokyo Stock Exchange of such designations. Likewise, as Mr. Kazunori Watanabe satisfies the requirement of independency in accordance with the Securities Listing Regulations of the Tokyo Stock Exchange, the Company intends to file notification with the Exchange of designating him as independent director.

In addition, Mitsubishi Electric maintains business relationships with Mitsubishi Corporation, Mitsubishi Motors Corporation, Mitsubishi Research Institute, Inc., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi Logistics Corporation, Komatsu Ltd., Takasago Thermal Engineering Co., Ltd., Daiwa Securities and NIPPON STEEL & SUMITOMO METAL CORPORATION. However, business transactions with these corporations account for less than 2% of the Company's consolidated net sales, while banking transactions with The Bank of Tokyo-Mitsubishi UFJ accounts for less than 2% of its consolidated total assets. Therefore, Mitsubishi Electric considers no special relationship to exist with any of these companies that would be a conflict of interest with regular shareholders.

4. Mitsubishi Electric made and entered into agreements with Messrs. Mikio Sasaki, Shigemitsu Miki, Mitoji Yabunaka and Hiroshi Obayashi to limit their liability as stipulated in Article 423, Paragraph 1 of the Companies Act. Based on this agreement, the limit of liability is either ¥10 million or the minimum statutory amount, whichever is higher.

The Company intends to enter into the same agreement with Mr. Kazunori Watanabe, the candidate for Outside Director, should this Item be approved by shareholders.

In addition, should Item 1 and this Item be approved by shareholders, the Company intends to enter into the same agreement with Messrs. Kenichiro Yamanishi, Hiroki Yoshimatsu and Takashi Sasakawa, on the condition that they assume the offices of Non-Executive Directors.

Instructions for the Exercise of Voting Rights via the Internet

Please read the following instructions on how to exercise your voting rights via the Internet.

1. How to Exercise Voting Rights via the Internet
 - (1) To vote using the Internet, please access the site <http://www.evotep.jp/> either through a personal computer, smartphone or mobile phone. At this site, you may indicate your approval or disapproval of the agenda. Log in using the Login ID and temporary password provided on the Voting Right Exercise Form and then follow the instructions provided on screen so that you can exercise vote.
 - (2) In order to prevent illegal access (*i.e.* impersonation by a third party) as well as the falsification of voting results, shareholders will be asked to change their temporary password once they access the site to exercise their voting rights.
 - (3) The Company will provide shareholders with new Login IDs and temporary passwords with each convocation notice of General Meeting of Shareholders.
 - (4) Voting rights may be exercised via the Internet until 5:30 PM Thursday, June 25, 2015 (the site is closed from 2:00 AM–5:00 AM every day).
2. About Voting Right Exercise Website
 - (1) Some elements of the Internet setting at a shareholder, including firewall and other security software installed, anti-virus software and the use of proxy servers, may preclude shareholders from casting a vote on the site.
 - (2) For the exercise of voting rights via mobile phone, please use either i-mode, EZweb or Yahoo! Keitai* services. For security purposes, the site is not accessible from handsets incapable of SSL communication and mobile data transmission.
 - * “i-mode” is a trademark of NTT DOCOMO, Inc., “EZweb” is a trademark of KDDI Corporation and “Yahoo!” is a trademark and registered brand of Yahoo! Inc. of the United States.
3. Multiple Exercises of Voting Rights
 - (1) Please note that if your voting rights were exercised both in written form and via the Internet, the Internet vote shall take precedence.
 - (2) In instances where a shareholder exercises their voting rights more than once via the Internet, the very last vote cast shall take precedence. In instances where a shareholder exercising their voting rights using both a personal computer and a mobile phone, the very last vote cast shall take precedence.

Please direct queries to the Help Desk as shown below:

Mitsubishi UFJ Trust and Banking Corporation Transfer Agent Department (Help Desk) Toll-free number (Japan only): 0120-173-027 Office hours: From 9:00 AM to 9:00 PM

Business Report

(April 1, 2014 to March 31, 2015)

I. Matters Relating to the Mitsubishi Electric Group

1. Business Development and Results

The business environment in the fiscal year ended March 31, 2015 (hereinafter, fiscal 2015) in general experienced an gradual upward trend, with buoyant economic expansion in the U.S. and economic recovery in Europe having a positive effect, despite Japan's economy remaining in a state of weak recovery centered around consumption and despite the economic slowdown in China and some emerging markets. In addition, the weakening of the yen advanced against the U.S. dollar, while the yen became stronger against the euro.

Under these circumstances, the Mitsubishi Electric Group has been working even harder than before to promote growth strategies rooted in its advantages, while continuously implementing initiatives to strengthen its competitiveness and business structure.

As a result, in fiscal 2015, the Mitsubishi Electric Group recorded net sales of ¥4,323.0 billion, up 7% from the previous fiscal year, operating income of ¥317.6 billion, up 35%. Income before income taxes increased by 30% compared to the previous fiscal year to ¥322.9 billion, and net income attributable to Mitsubishi Electric Corporation increased by 53% to ¥234.6 billion.

Consolidated Performance (Billions of yen)

Fiscal period Classification	143rd Fiscal 2014	144th Fiscal 2015
Net sales	4,054.3	4,323.0
Operating income	235.1	317.6
Income before income taxes	248.9	322.9
Net income attributable to Mitsubishi Electric Corp.	153.4	234.6

Business Segment Net Sales (Billions of yen)

Business Segment	143rd Fiscal 2014		144th Fiscal 2015	
	Net sales	As a percentage of net sales	Net sales	As a percentage of net sales
Energy and Electric Systems	1,180.0	25.4	1,228.9	24.6
Industrial Automation Systems	1,098.7	23.7	1,282.7	25.7
Information and Communication Systems	548.2	11.8	559.5	11.2

Electronic Devices	194.6	4.2	238.4	4.8
Home Appliances	944.3	20.3	944.8	18.9
Others	676.0	14.6	740.5	14.8
Subtotal	4,642.2	100.0	4,994.9	100.0
Eliminations and other	(587.8)	—	(671.9)	—
Total	4,054.3	—	4,323.0	—

Note: The figures shown in this table, Business Segment Net Sales, include internal sales amounts between segments (transfer). The later section “Information by Business Segment” reflect the figures computed at the same condition.

Net Sales by Location

(Billions of yen)

Location	143rd Fiscal 2014		144th Fiscal 2015	
	Net sales	As a percentage of net sales	Net sales	As a percentage of net sales
Japan	2,480.3	61.2	2,512.3	58.1
North America	330.8	8.2	398.5	9.2
Asia (excluding Japan)	811.0	20.0	959.5	22.2
Europe	340.6	8.4	360.6	8.4
Others	91.4	2.2	91.9	2.1
Overseas	1,573.9	38.8	1,810.6	41.9
Total	4,054.3	100.0	4,323.0	100.0

Note: Net sales are shown by country and region based on customer location.

Information by Business Segment

Energy and Electric Systems

Net sales	¥1,228.9 billion (up 4% YoY)	Operating income	¥72.4 billion (down ¥3.8 billion YoY)
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Principal products (as of March 31, 2015):

Turbine generators, hydraulic turbine generators, nuclear power plant equipment, motors, transformers, power electronics equipment, circuit breakers, gas insulated switches, switch control devices, surveillance-system control and security systems, large display devices, electrical equipment for locomotives and rolling stock, elevators, escalators, building security systems, building management systems, particle beam therapy systems, and others

The social infrastructure systems business saw a decrease in orders compared to the previous fiscal year due primarily to a decrease in the power generation and public utility systems businesses in Japan. Sales, meanwhile, remained unchanged compared to the previous fiscal year owing to increases in the rolling-stock equipment business outside Japan.

The building systems business experienced increases in both orders and sales compared to the previous fiscal year, owing to growth in new installation of elevators and escalators overseas, mainly in China and ASEAN countries, as well as the weaker yen.

As a result, total sales for this segment increased by 4% from the previous fiscal year. Operating income decreased by ¥3.8 billion from the previous fiscal year due primarily to a shift in project portfolio.

Industrial Automation Systems

Net sales	¥1,282.7 billion (up 17% YoY)	Operating income	¥145.9 billion (up ¥47.9 billion YoY)
Principal products (as of March 31, 2015): Programmable logic controllers, inverters, servomotors, human-machine interface, motors, hoists, magnetic switches, no-fuse circuit breakers, short-circuit breakers, transformers for electricity distribution, time and power meters, uninterruptible power supply, industrial fans, computerized numerical controllers, electrical discharge machines, laser processing machines, industrial robots, clutches, automotive electrical equipment, car electronics and car mechatronics, car multimedia, and others			

The factory automation systems business saw increases in both orders and sales from the previous fiscal year due to growth in capital expenditures relating to smartphone and automotive industries as well as facility replacements by manufacturers in Japan, and due additionally to the weaker yen.

The automotive equipment business saw increases in both orders and sales from the previous fiscal year due primarily to growth in the car sales market in North America and China, as well as the positive influence of the weaker yen.

As a result, total sales for this segment increased by 17% from the previous fiscal year. Operating income increased by ¥47.9 billion from the previous fiscal year due primarily to an increase in sales.

Information and Communication Systems

Net sales	¥559.5 billion (up 2% YoY)	Operating income	¥18.9 billion (up ¥13.4 billion YoY)
Principal products (as of March 31, 2015): Wireless and wired communications systems, surveillance cameras, satellite communications equipment, satellites, radar equipment, antennas, missile systems, fire control systems, broadcasting equipment, data transmission devices, network security systems, information systems equipment, systems integration, and others			

The telecommunications equipment business saw decreases in both orders and sales from the previous fiscal year due primarily to a decrease in demand for communications infrastructure products.

Sales in the information systems and services business saw decreases compared to sales of the previous fiscal year mainly due to decreases in system integration business.

The electronic systems business saw a decrease in orders compared to the previous fiscal year due to decreases in large-scale projects in the defense system and space system businesses. Sales, meanwhile, experienced an increase compared to the previous fiscal year due to progress in orders already received for projects in the defense systems business.

As a result, total sales for this segment increased by 2% compared to the previous fiscal year. Operating income increased by ¥13.4 billion from the previous fiscal year due primarily to an increase in sales.

Electronic Devices

Net sales	¥238.4 billion (up 22% YoY)	Operating income	¥30.1 billion (up ¥20.1 billion YoY)
Principal products (as of March 31, 2015):			
Power modules, high-frequency devices, optical devices, LCD devices, and others			

The electronic devices business saw increases in both orders and sales from the previous fiscal year due to an increase in demand mainly for power modules used in automotive applications owing to expansion in hybrid and electric vehicle markets, as well as an increase in demand for power modules used in railcar, consumer and industrial applications and for optical communication devices mainly in the Chinese market, and due additionally to the weaker yen.

As a result, total sales for this segment increased by 22% compared to the previous fiscal year. Operating income increased by ¥20.1 billion compared to the previous fiscal year due primarily to an increase in sales.

Home Appliances

Net sales	¥944.8 billion (unchanged YoY)	Operating income	¥54.2 billion (up ¥1.4 billion YoY)
Principal products (as of March 31, 2015):			
LCD televisions, room air conditioners, package air conditioners, air-to-water heat pump boilers, refrigerators, electric fans, ventilators, photovoltaic systems, hot water supply systems, LED lamps, fluorescent lamps, indoor lighting, compressors, chillers, dehumidifiers, air purifiers, showcases, cleaners, jar rice cookers, microwave ovens, IH cooking heaters, and others			

The home appliances business remained substantially unchanged compared to the previous fiscal year despite increased sales in air conditioners in Asian, North American and European markets and in package air conditioners in Japan, as well as the weaker yen, due to impact from the last-minute surge in demand experienced in Japan before the rise in consumption tax the previous year..

Operating income increased by ¥1.4 billion compared to the previous fiscal year largely due to the weaker yen.

Others

Net sales	¥740.5 billion (up 10% YoY)	Operating income	¥23.7 billion (up ¥3.9 billion YoY)
Principal products (as of March 31, 2015):			
Procurement, logistics, real estate, advertising, finance, and other services			

Sales increased by 10% compared to the previous fiscal year, mainly at affiliated companies involved in materials procurement.

Operating income increased by 3.9 billion yen compared to the previous fiscal year due primarily to an increase in sales.

2. Capital Expenditures

During fiscal 2015, the Mitsubishi Electric Group invested a total of ¥206.8 billion, down 7% compared with the previous fiscal year, in order to achieve its growth strategy and increase profitability in line with its Balanced Corporate Management

policy and a policy of expanding business performance through pursuing sustainable growth.

Principal capital expenditures per segment are as follows:

Segment	Amount (Billions of Yen)	Major Projects Completed within Consolidated Basis Fiscal 2015	Major Ongoing Projects within Consolidated Basis Fiscal 2015
Energy and Electric Systems	52.1	Itami Works Factory for electric equipment for railway rolling stock	Mitsubishi Elevator Asia Co., Ltd. Thailand-based development and production facilities –reinforcing development and manufacturing systems
Industrial Automation Systems	53.1	Mitsubishi Electric Automotive (China) Co., Ltd. China-based production facilities for automotive electric and electronic components –reinforcing manufacturing systems	Mitsubishi Electric Automotive America, Inc. U.S.-based production facilities for automotive electric and electronic components –reinforcing manufacturing systems
Information and Communication Systems	24.8	Kamakura Works Design technology laboratory building	Kamakura Works Production facilities for automotive millimeter-wave radar–reinforcing manufacturing systems
Electronic Devices	14.3	LCD Division Engineering facility building	Power Device Works Power device production facilities –streamlining manufacturing systems
Home Appliances	43.7	Shizuoka Works Production facilities for high-efficiency rotary compressors for air conditioners –streamlining manufacturing systems	Air-Conditioning & Refrigeration Systems Works Engineering laboratory building
Other	18.8	Advanced Technology R&D Center Development facilities for SiC power module	Advanced Technology R&D Center New experiment laboratory building

3. Research and Development

In order to achieve a higher level of growth, the Mitsubishi Electric Group focused its R&D efforts on both development that contributes to its business over the short term and R&D with a long-term approach, based on three goals: make resilient businesses even stronger, continuously create strong businesses, and strengthen its solutions business that take root in its vibrant businesses. Representative achievements in fiscal 2015 are as follows.

Development of New Irradiation Technology for Proton-type Particle Therapy System

Mitsubishi Electric Corporation has developed a new irradiation technology for particle therapy systems used in cancer treatment that can treat various types of tumors by switching between three different particle beams.

The shapes and locations of tumors differ from patient to patient. This has

made it difficult to treat patients using a single therapy system. The new technology allows for irradiation of a wide range of tumors with a high degree of precision using a single therapy system.

Mitsubishi Electric Corporation will continue to work on developing more advanced particle therapy systems, and offering systems that are reliable to use.

Development of Support Technologies for Tsunami Radar Monitoring

Mitsubishi Electric Corporation has developed the world's first* tsunami monitoring support technologies that can detect the development of tsunamis from sea-surface data produced with radar observations, and estimate the height of the wave.

Traditional observation methods could only observe tsunami waves on ocean surfaces up to 20 km offshore, due to the curvature of the Earth. The new technologies can observe currents on ocean surfaces up to 50 km offshore under certain conditions, by using oceanographic radar technology.

Being able to quickly detect tsunamis arising at a greater distance will help mitigate and prevent damage to coastal regions.

*As of February 17, 2015 (survey conducted by Mitsubishi Electric Corporation)

Development of Water Treatment Technology Using Gas/Liquid Interfacial* Discharge

Mitsubishi Electric Corporation has developed a novel water treatment technology for treating and reusing industrial wastewater and sewage that can decompose substances which were difficult with conventional technologies.

The treatment system places electrodes on slanted surfaces, over which the water to be treated flows. Discharges from the electrodes then generate hydroxyl radicals with strong capacity to decompose substances. These hydroxyl radicals are used for the highly efficient breakdown of substances which were difficult using chlorination or ozonation.

This enables building a system for reusing industrial wastewater and sewage at a lower cost, contributing to the creation of a sustainable water recycling society.

* Gas/liquid interface: the contact surface between a gas and a liquid

Development of “iNSTICK” Mitsubishi Cordless Stick Vacuum Cleaner

Mitsubishi Electric Corporation has developed the “iNSTICK” cordless stick vacuum cleaner adopting a design that harmonizes with room interiors.

The vacuum cleaner is equipped with both powerful and sustaining suction and clean air exhaust, and it also acts as an air purifier while it is being charged.

Mitsubishi Electric Corporation offers a new cleaning style where you leave the vacuum out in the room, and use it whenever you want.

4. Topics

Delivery of Diamond Vision^{*1} Display for New York Marriott Marquis

In November 2014, Mitsubishi Electric Corporation delivered a Diamond Vision display for installation on the facade of the New York Marriott Marquis located in Times Square, New York, U.S., and the hotel started its operation. The delivered Diamond Vision display is more than 23 meters tall and 100 meters wide, making it the world's largest^{*2} large-scale display device for a 4k full high vision video screen for a commercial facility.

Mitsubishi Electric Corporation will continue providing visual solution services for various situations.

^{*1} Large display device (Diamond Vision is a registered trademark of Mitsubishi Electric Corporation.)

^{*2} As of November 18, 2014 (survey conducted by Mitsubishi Electric Corporation)

Delivery of Elevators and Escalators for Shanghai New World Daimaru Department Store in China

In February 2015, Mitsubishi Electric Corporation delivered a total of 51 elevators and escalators, including 12 of its spiral escalators, to the partially opened Shanghai New World Daimaru Department Store, a large-scale commercial facility in Shanghai, China. The spiral escalator which moves up and down spirally is a unique product of Mitsubishi Electric Corporation that was launched in 1985 and creates a design-conscious space.

Mitsubishi Electric Corporation will continue to meet a wide variety of customer needs with a rich product lineup.

Delivery of Submarine Line Terminal Equipment for Fiber Optic Submarine Cable System Expansion Project^{*1}

Linking South East Asia, the Middle East and Western Europe

In February 2015, Mitsubishi Electric Corporation completed delivery of its latest MF-6900GWS Submarine Line Terminal Equipment for 100Gbps^{*2} wavelength upgrade project of the fiber optic submarine cable system measuring approximately 20,000 km and linking South East Asia, Middle East and Western Europe. This step will not only increase the speed and capacity of communication for all submarine sections but also contribute to increasing data capacity efficiency and reducing power consumption.

Mitsubishi Electric Corporation will continue supporting the network society with highly reliable wired telecommunication technology.

^{*1} A project promoted by a consortium of SEA-ME-WE 4 (South East Asia-Middle East-Western Europe 4) consisting of 16 telecom carriers in 14 countries

^{*2} bps (bits per second): number of bits transmitted each second (1G is one billion)

5. Corporate Agenda

Despite global business conditions in fiscal 2016 facing concerns of a further economic slowdown in China, continued economic stagnation in some emerging markets and slow recovery primarily in consumption and capital expenditures in the Japanese market, a continued gradual trend of economic expansion is expected as a whole, mainly in the U.S. and Europe.

In order to pursue sustainable growth based on the Mitsubishi Electric Group's threefold balanced management policy of "Growth," "Profitability & Efficiency" and "Soundness," the Group will make resilient businesses even stronger, create strong businesses and strengthen its solutions business that take root in its vibrant businesses, and achieve a higher level of growth with targets of consolidated net sales of 5 trillion yen or more and an operating income ratio of 8% or more by fiscal 2021 at the latest. Also, the Group will continue to aim on achieving management targets of an ROE of 10% or more and a ratio of interest-bearing debt to total assets of 15% or less as before.

To further expand its global business, the Mitsubishi Electric Group will build an optimal business structure and strengthen it both in global terms and for the entire corporate Group. As a global, leading green company, the Group will further promote its environment and energy related business and its social infrastructure systems related business, while enforcing competitiveness in the U.S., Europe and China and also focusing on meeting demands in growing markets such as India, Southeast Asia and Central and South America.

Additionally, the Group will strengthen its business foundation to achieve steady growth by enforcing resource inputs in its growing businesses and by optimizing resource distribution through continuous metabolism of its business. With an objective of strengthening its integrated "craftsmanship," the Group will strengthen its development and productivity, and continue to streamline its productivity with measures such as Just-in-Time production. From the very first stages of design and development, the Mitsubishi Electric Group will strengthen activities that contribute to an emphasis on quality. The Group will utilize and optimally deploy human resources to enhance competitiveness, and engage in activities such as streamlining its human resources structure. The Group also intends to improve its financial standing and improve its comprehensive business efficiency from a medium and long term perspective.

The Mitsubishi Electric Group is committed to enhancing Corporate Social Responsibility (CSR) activities based on the Corporate Mission¹ and Seven Guiding Principles². In terms of legal and ethical compliance, which the Group has set as a priority task spanning the entire consolidated Mitsubishi Electric Group, the Group will further strengthen its compliance structure through intensive compliance policy, internal control measures and internal training. The Group intends to improve its corporate governance structure through continuous promotion of measures such as compliance with Japan's Corporate Governance Code. The Group will also promote environmental initiatives to create a low-carbon and recycling-based society in order to acquire a higher level of trust from society, customers and shareholders.

Steadily executing the strategies above, the Mitsubishi Electric Group will work to further enhance its corporate value. Looking ahead, the Group asks for the understanding and support of all its stakeholders.

¹ Corporate Mission: The Mitsubishi Electric Group will continually improve its technologies and services by applying creativity to all aspects of its business. By doing so, we enhance the quality of life in our society.

² These principles are:

Trust: Establish relationships with society, customers, shareholders, employees, and business partners based on strong mutual trust and respect.

Quality: Provide the best products and services with unsurpassed quality.

Technology: Pioneer new markets by promoting research and development, and fostering technological innovation.

Citizenship: As a global player, contribute to the development of communities and society as a whole.

Ethics and Compliance: In all endeavors, conduct ourselves in compliance with applicable laws and high ethical standards.

Environment: Respect nature, and strive to protect and improve the global environment.

Growth: Assure fair earnings to build a foundation for future growth.

6. Trends in Operating Results and Financial Condition

(Billions of yen, except net income per share data)

(1) The Mitsubishi Electric Group (Consolidated)

	141st Period Fiscal 2012	142nd Period Fiscal 2013	143rd Period Fiscal 2014	144th Period Fiscal 2015
Net sales	3,639.4	3,567.1	4,054.3	4,323.0
Operating income	225.4	152.0	235.1	317.6
Income before income taxes	224.0	65.1	248.9	322.9
Net income	112.0	69.5	153.4	234.6
Net income per share	¥52.20	¥32.38	¥71.49	¥109.32
Total assets	3,391.6	3,410.4	3,612.9	4,059.4

Note: The data contained in the above chart is drawn from the Mitsubishi Electric Group's consolidated financial statements prepared in accordance with U.S. accounting standards.

(2) Mitsubishi Electric Corporation (Non-Consolidated)

	141st Period Fiscal 2012	142nd Period Fiscal 2013	143rd Period Fiscal 2014	144th Period Fiscal 2015
Net sales	2,344.5	2,236.0	2,480.5	2,675.6
Ordinary income	127.5	60.5	127.4	171.4
Net income	55.8	18.5	100.3	135.2
Net income per share	¥26.01	¥8.66	¥46.73	¥63.00
Total assets	2,295.3	2,255.6	2,421.6	2,705.8

7. Principal Offices (As of March 31, 2015)

(1) Mitsubishi Electric Corporation

1. Head Office: Tokyo

2. Marketing Bases:

Branch Name	Location (Prefecture)	Branch Name	Location (Prefecture)
Hokkaido Branch Office	Hokkaido	Chubu Branch Office	Aichi
Tohoku Branch Office	Miyagi	Kansai Branch Office	Osaka
Kanetsu Branch Office	Saitama	Chugoku Branch Office	Hiroshima
Kanagawa Branch Office	Kanagawa	Shikoku Branch Office	Kagawa
Hokuriku Branch Office	Ishikawa	Kyushu Branch Office	Fukuoka

3. Research Laboratories

Laboratory Name	Location (Prefecture)	Laboratory Name	Location (Prefecture)
Information Technology R&D Center	Kanagawa	Manufacturing Engineering Center	Hyogo
Industrial Design Center	Kanagawa	Advanced Technology R&D Center	Hyogo
Living Environment Systems Laboratory	Kanagawa	Automotive Electronics Development Center	Hyogo

4. Manufacturing Facilities

Business Segment	Facility Name	Location (Prefecture)
Energy and Electric Systems	Inazawa Works	Aichi
	Itami Works	Hyogo
	Transmission & Distribution Systems Center	Hyogo
	Kobe Works	Hyogo
	Energy Systems Center	Hyogo
	Power Distribution Systems Center	Kagawa
	Nagasaki Works	Nagasaki
Industrial Automation Systems	Nagoya Works	Aichi
	Sanda Works	Hyogo
	Himeji Works	Hyogo
	Fukuyama Works	Hiroshima
Information and Communication Systems	Information Systems & Network Service Division	Kanagawa
	Kamakura Works	Kanagawa
	Communication Systems Center	Hyogo
	Communication Networks Center	Hyogo
Electronic Devices	High Frequency & Optical Device Works	Hyogo
	Power Device Works	Fukuoka
	LCD Division	Kumamoto

Home Appliances	Gunma Works	Gunma
	Shizuoka Works	Shizuoka
	Nakatsugawa Works	Gifu
	Kyoto Works	Kyoto
	Air-Conditioning & Refrigeration Systems Works	Wakayama

(2) Subsidiaries

Please refer to Section 11. Principal Subsidiaries.

8. Employees (As of March 31, 2015)

Business Segment	Number of employees	Year-on-Year increase (decrease)
Energy and Electric Systems	42,723	2,522
Industrial Automation Systems	26,820	1,217
Information and Communication Systems	15,757	27
Electronic Devices	5,243	56
Home Appliances	22,537	985
Other	11,431	55
Common	4,738	82
Total	129,249	4,944

Notes: 1. Employees whose job and functions are not directly attributable to any of the aforementioned business segments are included in the line titled as “common”.

2. Breakdown of employees: 86,850 located in Japan; 42,399 located overseas.

9. Fund Raising

Mitsubishi Electric Corporation procured sufficient working capital by issuing corporate bonds and taking bank loans, while it repaid the borrowings and redeemed the corporate bonds reaching their maturities within the fiscal 2015.

As a result, the balance of interest-bearing debt as of the end of fiscal 2015 stood at ¥381.9 billion, an increase by ¥8.5 billion compared with the previous fiscal year.

10. Principal Lenders (As of March 31, 2015)

(Billions of yen)

Name of Lender	Outstanding Borrowings
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	69.4
Mitsubishi UFJ Trust and Banking Corporation	42.6
Meiji Yasuda Life Insurance Company	25.7
Nippon Life Insurance Company	24.0

11. Principal Subsidiaries (As of March 31, 2015)

(1) Subsidiaries in Japan

Subsidiary Name	Business Segment	Paid-in capital (millions)	Owner -ship	Principal Business Activities	Location
Mitsubishi Electric Building Techno-Service Co., Ltd.	Energy and Electric Systems	¥5,000	100.0%	Sale, installation, maintenance and repair of the Company's elevators and escalators and other building equipment	Tokyo
Mitsubishi Electric Lighting Corporation	Home Appliances	¥3,790	100.0%	Manufacture and sales of lighting equipment, LED lamps, fluorescent lamps	Kanagawa
Mitsubishi Precision Co., Ltd.	Information and Communication Systems	¥3,170	67.0%	Manufacture and sale of simulators and precision electronic equipment	Tokyo
Mitsubishi Electric Life Service Corporation	Other	¥3,000	100.0%	Real estate trade, rental and intermediary services, operation and management of Company-owned facilities for fringe benefits	Tokyo
Mitsubishi Electric Life Network Corporation	Home Appliances	¥2,800	100.0%	Sale of electric home appliance products	Kanagawa
The Kodensha Co., Ltd.	Other	¥1,520	50.5%	Contractor undertaking electrical construction, sale of the Company's products	Tokyo

(2) Overseas Subsidiaries

Region	Subsidiary Name	Business Segment	Paid-in capital (millions)	Owner -ship	Principal Business Activities	Location
North America	Mitsubishi Electric US, Inc.	—	\$31.623	100.0%	Sale & distribution of Group products	United States
North America	Mitsubishi Electric Automotive America, Inc.	Industrial Automation Systems	\$28.00	100.0%	Manufacture and sale of automotive equipment	United States
North America	Mitsubishi Electric Power Products, Inc.	Energy and Electric Systems	\$25.85	100.0%	Manufacture, sale and engineering of various types of transformers, electric equipment for rolling stock and other products	United States
Asia	Mitsubishi Electric (Guangzhou) Compressor Co., Ltd.	Home Appliances	\$122.22	100.0%	Manufacture and sale of rotary compressors for air conditioners	China
Asia	Shanghai Mitsubishi Electric & Shangling Air-Conditioner and Electric Appliance Co., Ltd.	Home Appliances	\$58.00	52.4%	Manufacture and sale of air conditioners	China
Asia	Mitsubishi Elevator Asia Co., Ltd.	Energy and Electric Systems	1,151.5 Thai baht	100.0%	Manufacture and sale of elevators and escalators	Thailand
Europe	Mitsubishi Electric Europe B.V.	—	€100.596	100.0%	Sale and distribution of Group products	The Netherlands

Europe	Mitsubishi Electric Automotive Czech s.r.o.	Industrial Automation Systems	350.00 Czech Koruna	100.0%	Manufacture and sale of automotive equipment	Czech Republic
Europe	Vinotech Holdings S.a.r.l.	Electronic Devices	€0.036	100.0%	Development, manufacture and sale of industrial power devices	Luxemburg
Other	Mitsubishi Electric Australia Pty. Ltd.	—	11.00 Australian dollars	100.0%	Sale and distribution of Group products	Australia

Notes:

1. Mitsubishi Electric US, Inc., Mitsubishi Electric Europe B.V. and Mitsubishi Electric Australia Pty. Ltd. sell and distribute the products produced by Mitsubishi Electric Corporation and/or the companies belonging to the Group, and marketed by multiple business segments.
2. Mitsubishi Electric Europe B.V. carried out a capital increase, causing changes in paid-in capital.

Number of Consolidated Subsidiaries

Region	Overseas					Subtotal	Total
	Japan	North America	Asia	Europe	Other		
Number	97	11	50	10	4	75	172

II. Matters Related to Mitsubishi Electric Corporation

1. Matters Related to Shares (As of March 31, 2015)

- (1) Authorized shares: 8,000,000,000 shares
 (2) Shares issued and outstanding 2,147,201,551 shares
 (3) Number of shareholders 96,923
 (4) Outstanding share information by shareholder category

Category	Number of Shareholders	Number of Shares Held (Thousand shares)	Percentage of Ownership
Government and municipal public organizations	1	1	0.0%
Financial institutions	184	878,774	40.9%
Traders of financial instruments	107	32,267	1.5%
Other corporations	1,324	137,443	6.4%
Foreign corporations <i>et al.</i>	820	803,771	37.4%
Individual <i>et al.</i>	94,487	294,944	13.8%

Note: The number of shares has been rounded down to the nearest whole thousand shares.

(5) Principal shareholders (Top 10)

Shareholder	Holdings of the Company's Shares	
	Number of Shares Held (Thousand Shares)	Percentage of Ownership
The Master Trust Bank of Japan, Ltd. (Trust Account)	150,017	7.0%
Japan Trustee Services Bank, Ltd. (Trust Account)	88,748	4.1%
Meiji Yasuda Life Insurance Company	81,862	3.8%
State Street Bank and Trust Company	68,109	3.2%
Nippon Life Insurance Company	61,639	2.9%
Mitsubishi Electric Group Employees Shareholding Union	44,610	2.1%
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	36,822	1.7%
The Bank of New York Mellon SA/NV 10	34,894	1.6%
Japan Trustee Services Bank, Ltd. (Trust Account 4)	33,592	1.6%
State Street Bank West Client-Treaty 505234	26,228	1.2%

Note: Shareholder ratio calculations deduct 385,990 company-owned shares.

2. Members of the Board of Directors

(1) Directors (As of March 31, 2015)

Title	Name	Positions Held	Principal Concurrent Posts
Chairman	Kenichiro Yamanishi		
Director	Masaki Sakuyama		
Director	Hiroki Yoshimatsu	Chairman of the Audit Committee	
Director	Noritomo Hashimoto	Member of the Nomination Committee	
Director	Nobuyuki Okuma	Chairman of the Nomination Committee, Chairman of the Compensation Committee	
Director	Akihiro Matsuyama	Member of the Compensation Committee	
Director	Takashi Sasakawa	Member of the Audit Committee	
Outside Director	Mikio Sasaki	Member of the Compensation Committee	Senior Corporate Advisor, Mitsubishi Corporation Outside Director, Mitsubishi Motors Corporation Outside Director, Mitsubishi Research Institute, Inc. Outside Director, Tokio Marine Holdings, Inc.
Outside Director	Shigemitsu Miki	Member of the Nomination Committee, Member of the Audit Committee	Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. Outside Director, Mitsubishi Logistics Corporation Outside Director, Kirin Holdings Company, Ltd.
Outside Director	Fujiatsu Makino	Member of the Audit Committee, Member of the Compensation Committee	Certified Public Accountant Tax Accountant
Outside Director	Mitoji Yabunaka	Member of the Nomination Committee, Member of the Compensation Committee	Advisor, Nomura Research Institute, Ltd. Professor, Ritsumeikan University Outside Director, Kawasaki Kisen Kaisha, Ltd. Specially Appointed Professor, Osaka University Outside Director, Komatsu Ltd. Outside Director, Takasago Thermal Engineering Co., Ltd.
Outside Director	Hiroshi Obayashi	Member of the Nomination Committee, Member of the Audit Committee	Attorney-at-Law Outside Auditor, Daiwa Securities Co. Ltd. Outside Audit & Supervisory Board Member, NIPPON STEEL & SUMITOMO METAL CORPORATION Outside Auditor, Japan Tobacco Inc.

- Notes: 1. Directors Masaki Sakuyama, Noritomo Hashimoto, Nobuyuki Okuma and Akihiro Matsuyama all concurrently serve as Executive Officers.
2. Directors Masaki Sakuyama and Takashi Sasakawa were newly elected to the Board of Directors at the Company's 143rd General Meeting of Shareholders, which convened on June 27, 2014.
3. Directors Setsuhiro Shimomura and Ryosuke Fujimoto left the Board of Directors on June 27, 2014, the date of the Company's 143rd General Meeting of Shareholders and of the expiration of their terms of office.
4. Mr. Hiroki Yoshimatsu, the Chairman of the Audit Committee, have many years of extensive experience in the Company's Corporate Accounting and Finance Division. Mr. Fujiatsu Makino, a member of the Audit Committee, is a certified public accountant with considerable knowledge and experience in the fields of finance and accounting.
5. Mitsubishi Electric Corporation has filed a notification on the nomination of its five Outside Directors, namely, Messrs. Mikio Sasaki, Shigemitsu Miki, Fujiatsu Makino, Mitoji Yabunaka and Hiroshi Obayashi, as Independent Directors to the Tokyo Stock Exchange in accordance with its directives and on the grounds that these individuals' nomination is in conformity with the requirement of independency.
6. Although the Company maintains business relationships with Mitsubishi Corporation, Mitsubishi Motors Corporation, Mitsubishi Research Institute, Inc., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi Logistics Corporation, Komatsu Ltd., Takasago Thermal Engineering Co., Ltd., Daiwa Securities Co. Ltd., and NIPPON STEEL & SUMITOMO METAL CORPORATION, it does not maintain special relationships with any of these companies that would conflict the interest of its shareholders.

(2) Outside Directors (As of March 31, 2015)

1) Principal activities

Name	Principal Activities
Mikio Sasaki	100% attendance at Board of Directors' meetings. Primarily provides constructive comments relating to the management of the Company from the standpoint of a specialist in managing a general trading company.
Shigemitsu Miki	71% attendance at Board of Directors' meetings and 86% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a banking specialist.
Fujiatsu Makino	86% attendance at Board of Directors' meetings and 86% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of his specialist knowledge as a certified public accountant.
Mitoji Yabunaka	100% attendance at Board of Directors' meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a specialist in international affairs.
Hiroshi Obayashi	100% attendance at Board of Directors' meetings and 100% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a legal affairs specialist as an attorney-at-law.

Note: Mitsubishi Electric Corporation held seven Board of Directors meetings during the fiscal year.

2) Overview of the limited liability agreements

Mitsubishi Electric Corporation has executed limited liability agreements with all outside directors in accordance with Article 423, Paragraph 1 of the Companies Act. Based on these agreements, the amount of limited liability has been set at ¥10 million or the minimum amount of liability stipulated under laws and regulations, whichever is higher.

(3) Executive Officers (As of March 31, 2015)

Title	Name	Positions Held
Representative Executive Officer President & CEO	Masaki Sakuyama	
Representative Executive Officer Senior Vice President	Hideyuki Okubo	In charge of Export Control, Factory Automation Systems
Representative Executive Officer Senior Vice President	Yutaka Ohashi	In charge of Automotive Equipment
Senior Vice President	Noritomo Hashimoto	In charge of Corporate Strategic Planning, and Operations of the Associated Companies
Senior Vice President	Yoshiaki Nakatani	In charge of Electronic Systems
Senior Vice President	Yasuyuki Nakanishi	In charge of Communication Systems
Senior Vice President	Masayuki Ichige	In charge of Audit, Government & External Relations, and Public Relations
Executive Officer	Masaharu Moriyasu	In charge of Total Productivity Management & Environmental Programs
Executive Officer	Isao Iguchi	In charge of Advertising, Corporate Marketing
Executive Officer	Toru Yoshinaga	In charge of Information Systems & Network Service
Executive Officer	Nobuyuki Okuma	In charge of Administration, and Human Resources
Executive Officer	Akihiro Matsuyama	In charge of Accounting and Finance
Executive Officer	Takashi Sakamoto	In charge of Purchasing
Executive Officer	Takahiro Kikuchi	In charge of Public Utility Systems
Executive Officer	Kenji Kondo	In charge of IT and Research & Development
Executive Officer	Nobuyuki Abe	In charge of Building Systems
Executive Officer	Katsuya Takamiya	In charge of Global Strategic Planning & Marketing
Executive Officer	Takaaki Kukita	In charge of Global Strategic Planning & Marketing
Executive Officer	Takeshi Sugiyama	In charge of Living Environment & Digital Media Equipment
Executive Officer	Nobushi Morooka	In charge of Legal & Compliances, Export Control, Licensing, and Intellectual Property
Executive Officer	Yasuyuki Ito	In charge of Energy & Industrial Systems
Executive Officer	Hideaki Nagatomo	In charge of Living Environment & Digital Media Equipment
Executive Officer	Toru Sanada	In charge of Semiconductor & Device

- Notes: 1. Representative Executive Officer, President & CEO Masaki Sakuyama, Senior Vice President Noritomo Hashimoto, and Executive Officers Nobuyuki Okuma and Akihiro Matsuyama also serve concurrently as Directors.
2. The category, Principal Concurrent Posts, does not apply to all 23 Executive Officers.
3. Of those listed above, Senior Vice President Yasuyuki Nakanishi, Executive Officers Masaharu Moriyasu and Toru Yoshinaga retired upon the expiration of their terms of office on March 31, 2015.

4. Executive Officers as of April 1, 2015 were as follows:

Title	Name	Positions Held
Representative Executive Officer President & CEO	Masaki Sakuyama	
Representative Executive Officer Senior Vice President	Hideyuki Okubo	In charge of Export Control, Total Productivity Management & Environmental Programs
Representative Executive Officer Senior Vice President	Yutaka Ohashi	In charge of Automotive Equipment
Senior Vice President	Noritomo Hashimoto	In charge of Corporate Strategic Planning, and Operations of the Associated Companies
Senior Vice President	Yoshiaki Nakatani	In charge of Electronic Systems
Senior Vice President	Masayuki Ichige	In charge of Audit, Government & External Relations, and Public Relations
Executive Officer	Isao Iguchi	In charge of Advertising, Corporate Marketing
Executive Officer	Nobuyuki Okuma	In charge of Administration, and Human Resources
Executive Officer	Akihiro Matsuyama	In charge of Accounting and Finance
Executive Officer	Takashi Sakamoto	In charge of Purchasing
Executive Officer	Takahiro Kikuchi	In charge of Public Utility Systems
Executive Officer	Kenji Kondo	In charge of IT and Research & Development
Executive Officer	Nobuyuki Abe	In charge of Building Systems
Executive Officer	Katsuya Takamiya	In charge of Global Strategic Planning & Marketing
Executive Officer	Takaaki Kukita	In charge of Global Strategic Planning & Marketing
Executive Officer	Takeshi Sugiyama	In charge of Living Environment & Digital Media Equipment
Executive Officer	Nobushi Morooka	In charge of Legal & Compliances, Export Control, Licensing, and Intellectual Property
Executive Officer	Yasuyuki Ito	In charge of Energy & Industrial Systems
Executive Officer	Hideaki Nagatomo	In charge of Living Environment & Digital Media Equipment
Executive Officer	Toru Sanada	In charge of Semiconductor & Device
Executive Officer	Takashi Nishimura	In charge of Communication Systems
Executive Officer	Shinya Fushimi	In charge of Information Systems & Network Service
Executive Officer	Kei Uruma	In charge of Factory Automation Systems

(4) Directors' and Executive Officers' Compensation (Millions of yen)

	Number Receiving Payment	Compensation Amount
Directors	5	306
Outside Directors	5	63
Executive Officers	23	3,124

Notes: 1. The number of Directors receiving compensation does not include Outside Directors or Directors who concurrently hold posts as Executive Officers.

2. Regarding seven Executive Officers who assumed the office in the 143rd fiscal year, there was a difference amounting to ¥83 million between the total compensation disclosed for the previous fiscal year and the compensation paid during fiscal 2015. Said difference was not included in the amount disclosed above.

(5) The Policy for Determining Compensation for Directors and Executive Officers

1) Compensation for Directors:

Compensation paid to Directors will be a fixed sum and set at deserving level determined after due consideration on the Director's duties and various other factors relating to the status of the Company operation. A bonus will be paid upon retirement, to be computed on the basis of such factors as the Director's monthly remuneration and years of service.

2) Compensation for Executive Officers

Consistent with an incentive system that focuses on raising the level of the Company's performance, the compensation paid to Executive Officers combines a fixed sum with variable portion based on performance level. The fixed sum portion shall be set at deserving level after due consideration on the Executive Officer's duties and various factors relating to the status of the Company operation. Both the Company's consolidated performance and the individual performance of each Executive Officer in their area of responsibility are considered in computing performance-based compensation. Retirement bonuses are also paid, based on monthly compensation and years of service. In addition, to provide further incentives for improving the Company's performance and to raise morale, stock options may be granted.

3. Status of the Independent Auditor

(1) Name of the Independent Auditor

KPMG AZSA LLC

(2) Compensation Paid to the Independent Auditor in Fiscal 2015

(Millions of yen)

	Payment
1) Compensation and other payments to the Independent Auditor by Mitsubishi Electric Corporation	254
2) A total of financial returns payable on monetary and other assets by Mitsubishi Electric Corporation and its subsidiaries	608

Notes: 1. In its auditing agreements with independent auditors, the Company makes no distinction between compensation for audits as defined by the Companies Act or for audits as defined under the Financial Instruments and Exchange Law, and there is no objective ground for making such a distinction. The total of compensation for such audits is included in 1) in the above table.

2. Aside from audit work defined in Article 2, Paragraph 1 of the Certified Public Accountant Law, Mitsubishi Electric Corporation has paid the Independent Auditor a fee for advisory services related to assessment of the Company's accounting operations.

3. Ten of the Company's principal subsidiaries have been audited by audit corporations (or accounting firms) other than the Independent Auditor retained by Mitsubishi Electric Corporation. Accounting firms in alliance with the Independent Auditor retained by Mitsubishi Electric Corporation audited nine out of such ten subsidiaries.

(3) Policy on Dismissal or Non-Reappointment of the Independent Auditor

1) The Independent Auditor may be dismissed in the event that it:

- a. Commits any breach or omission of due fulfillment of the responsibilities of its work;
- b. Acts in a manner that is inappropriate for an independent auditor; or,
- c. Is involved in any sort of incident or activity that is deemed to fall within the scope of (a) and (b) above.

2) In addition to the event as contemplated in 1) above, for such reasons as (but not limited to) amelioration of the audit quality, the Company may opt, as necessary, not to renew the retention or appointment of the Independent Auditor.

4. Summary of Such Matters as Systems Necessary to Ensure the Properness of Operations of the Company

Item	Details
<p>The matters prescribed by the applicable Ordinance of the Ministry of Justice as those necessary for the execution of the duties of the Audit Committee</p>	<ol style="list-style-type: none"> 1. Assign employees whose job is exclusively to assist the Audit Committee. 2. The General Manager of the Corporate Human Resources Division will consult with Audit Committee members regarding the evaluation of performance and relocation of personnel exclusively reporting to the Audit Committee. 3. Establish a system for reporting information about the Company and its subsidiaries to the Audit Committee via the divisions in charge of internal control. 4. Establish internal regulations and systems to protect people who reported information about the Company and its subsidiaries to the Audit Committee. 5. Establish internal regulations regarding the processing of expenses and debts incurred in the execution of the duties of the members of the Audit Committee. 6. Establish the following structures and systems in relation to other audits by the Audit Committee: <ol style="list-style-type: none"> a. Implement surveys of the Company and its subsidiaries. b. Undertake deliberations to determine audit policies, methods implementation status and results by regularly convening debriefing sessions between the Independent Auditor and Executive Officers in charge of audits.

Item	Details
<p>The development of systems necessary to ensure that the execution of duties by Executive Officers complies with laws and regulations and the Articles of Incorporation</p>	<p>Establish internal regulations ensuring that the Executive Officers' performance and execution of duties is in accordance with laws and the Articles of Incorporations. Internal auditors shall monitor the status of operations.</p>
<p>Other systems prescribed by the applicable Ordinance of the Ministry of Justice as systems necessary to ensure the properness of operations of the company, and of the corporate group formed by the company and its subsidiaries</p>	<p>The following systems shall be set up in order to ensure the properness of operations of the Company.</p> <ol style="list-style-type: none"> 1. Establish internal regulations related to the record keeping and information management regarding Executive Officers' performance of their duties. 2. Executive officers shall take responsibility for constructing risk management systems related to possible losses within the areas over which they are appointed. 3. Executive officers shall take responsibility for ensuring management efficiency within the areas over which they are appointed. 4. Establish the following systems to ensure that employees execute their work in accordance with laws and the Articles of Incorporation. <ol style="list-style-type: none"> a. Set internal regulations and action guidelines regarding ethics and compliance. b. Implement an internal whistle-blowing system. 5. Important matters shall be deliberated at Executive Officer meetings. 6. Internal auditors shall monitor the status of operations.

Item	Details
	<p>The following structures shall be set up in order to ensure the properness of operations within the Mitsubishi Electric Group.</p> <ol style="list-style-type: none"> 1. Executive officers shall manage the subsidiaries within the areas over which they are appointed. 2. Establish action guidelines shared throughout the Mitsubishi Electric Group with regard to corporate ethics and compliance. 3. Create a specialized organization for integrated management of Mitsubishi Electric Group companies. 4. Build systems for reporting matters relating to the execution of duties of the Mitsubishi Electric Group companies, managing risks of possible losses, and ensuring the efficiency of execution of duties, and establish management standards. Important matters shall be deliberated and reported at Executive Officer meetings. 5. Conduct regular audits of subsidiaries by internal auditors.

Note: The resolutions made by the Board of Directors on April 28, 2015 are included in accordance with the enforcement of the Act for Partial Amendment of the Companies Act (Act No. 90 of 2014). The resolutions made as of March 31, 2015 are posted on the Company's Website (<http://www.MitsubishiElectric.com/company/ir/meeting/index.html>).

5. Basic Policy Regarding Control over the Company

At present, Mitsubishi Electric Corporation has not formulated basic policies or anti-takeover measures.

The Company aims to further enhance corporate value in incessant pursuit of growth and *better-than-ever* business results. Through proactive IR activities, Mitsubishi Electric Corporation endeavors to convey timely information to investors and financial markets, regarding the Company's management policies, strategies and business results.

However, due to the possibility that large volumes of shares may be purchased, Mitsubishi Electric Corporation believes it is necessary to take appropriate steps in response to any action not in conformity with the objective of enhancing the Company's corporate value, or in contrary to the common interest of shareholders. Looking forward, the Company will maintain a careful watch over social trends and examine avenues of action.

6. Policy on the Determination of Dividends from Surplus

(1) Medium- to long-term policy

Mitsubishi Electric Corporation shall remain focused on enhancing corporate value as its ultimate objective. The Company aims to maintain a balance between distributing profits that reflect earnings conditions for the respective fiscal year and strengthening its financial standings by improving internal reserves. From this perspective, Mitsubishi Electric's fundamental policy is to improve overall shareholder returns.

(2) Dividends for the fiscal year ended March 31, 2015

In the fiscal year ended March 31, 2015, Mitsubishi Electric Corporation decided to pay a fiscal year-end dividend of ¥18 per share in line with its performance and financial standing during the fiscal period.

As a result, the annual dividend for the fiscal year ended March 31, 2015, amounted to ¥27 per share, which includes an interim dividend of ¥9 per share paid on December 2, 2014.

Note: Fiscal year-end dividends will be paid on Tuesday, June 2, 2015.

CONSOLIDATED BALANCE SHEET

(March 31, 2015)

(Millions of yen)

Assets		Liabilities	
Current assets:	2,633,445	Current liabilities:	1,612,582
Cash and cash equivalents	568,517	Bank loans and current portion of long-term debt	164,402
Trade receivables	1,048,542	Trade payables	807,289
Inventories	705,420	Other current liabilities	640,891
Other current assets	310,966	Long-term debt	217,592
Long-term trade receivables	5,633	Retirement and severance benefits	182,282
Investments	595,828	Other liabilities	116,828
Net property, plant and equipment	706,475	Total liabilities	2,129,284
Other assets	118,070	Equity	
		Mitsubishi Electric Corp. shareholders' equity:	1,842,203
		Common stock	175,820
		Capital surplus	211,155
		Retained earnings	1,331,496
		Accumulated other comprehensive income (loss)	124,064
		Treasury stock, at cost	(332)
		Noncontrolling interests	87,964
		Total equity	1,930,167
Total assets	4,059,451	Total liabilities and equity	4,059,451

CONSOLIDATED STATEMENT OF INCOME

(April 1, 2014 to March 31, 2015)

(Millions of yen)

Net sales	4,323,041
Cost of sales	3,032,161
Selling, general and administrative expenses	970,191
Loss on impairment of long-lived assets	3,085
Operating income	317,604
Non-operating incomes:	
Interest and dividends	7,365
Equity in earnings of affiliated companies	27,725
Other	43,304
	78,394
Non-operating expenses:	
Interest	4,023
Other	69,007
	73,030
Income before income taxes	322,968
Income taxes—current	60,183
Income taxes—deferred	14,730
Net income	248,055
Net income attributable to noncontrolling interests	13,361
Net income attributable to Mitsubishi Electric Corp.	234,694

【Reference】

CONSOLIDATED STATEMENT OF CASH FLOWS

(April 1, 2014 to March 31, 2015)

(Millions of yen)

I Cash Flows from Operating Activities		
1 Net income		248,055
2 Adjustments to reconcile net income to net cash provided by operating activities		
(1) Depreciation and impairment losses of property, plant and equipment	158,956	
(2) Deferred income taxes	14,730	
(3) Decrease (Increase) in trade receivables	(42,044)	
(4) Decrease (Increase) in inventories	(75,829)	
(5) Decrease (Increase) in other assets	(6,966)	
(6) Increase in trade payables	47,948	
(7) Increase in other liabilities	41,823	
(8) Other, net	(8,360)	130,258
Net cash provided by operating activities		378,313
II Cash Flows from Investing Activities		
1 Capital expenditure		(199,758)
2 Proceeds from sale of property, plant and equipment		6,768
3 Purchase of short-term investments and investment securities (net of cash acquired)		(5,608)
4 Proceeds from sale of short-term investments and investment securities		10,722
5 Other, net		(10,287)
Net cash used in investing activities		(198,163)
III Cash Flows from Financing Activities		
1 Proceeds from long-term debt		90,598
2 Repayment of long-term debt		(103,497)
3 Increase in short-term debt, net		11,392
4 Dividends paid		(42,936)
5 Purchase of treasury stock		(50)
6 Reissuance of treasury stock		0
7 Other, net		(5,130)
Net cash provided by (used in) financing activities		(49,623)
IV Effect of Exchange Rate Changes on Cash and Cash Equivalents		19,941
V Net Increase in Cash and Cash Equivalents		150,468
VI Cash and Cash Equivalents at the Beginning of the Year		418,049
VII Cash and Cash Equivalents at the End of the Year		568,517

BALANCE SHEET

(March 31, 2015)

(Millions of yen)

ASSETS		LIABILITIES	
Current assets:	1,599,763	Current liabilities:	1,333,573
Cash and cash equivalents	304,530	Trade Accounts payable	471,857
Notes receivable	1,783	Short-term loans payable	398,382
Accounts receivable	760,774	Lease obligation	3,749
Finished goods	72,786	Other Accounts payable	135,311
Raw materials	33,874	Accrued expenses	90,863
Work in process	164,468	Income taxes payable	9,290
Advance payments	55,291	Advances received	122,109
Deferred tax assets	58,008	Reserve for product warranties	44,534
Other	148,332	Reserve for loss on construction	36,785
Allowance for doubtful accounts	(87)	contracts	
		Asset retirement obligations	59
Noncurrent assets:	1,106,068	Other	20,629
Property, plant and equipment	341,908	Noncurrent liabilities:	484,356
Buildings, net	151,866	Bonds payable	40,000
Structures, net	9,253	Long-term loans payable	308,600
Machinery and equipment, net	82,538	Lease obligations	4,737
Vehicles, net	339	Reserve for retirement benefits	66,242
Tools, furniture and fixtures, net	26,501	Reserve for loss on investments in foreign	7,094
Land	44,915	subsidiaries and affiliates	
Lease assets, net	6,207	Reserve for directors' retirement benefits	1,058
Construction in progress	20,285	Reserve for competition-law-related expenses	36,763
Intangible fixed assets	20,532	Asset retirement obligations	418
Software	20,079	Other	19,440
Other	453	Total Liabilities	1,817,929
Investments and other assets	743,627	Net Assets	
Investment in securities	270,145	Shareholders' equity:	784,843
Investment in subsidiaries and affiliates	305,428	Common stock	175,820
Long-term loans receivable	42,242	Capital surplus	181,320
Long-term prepaid expenses	4,192	Legal capital surplus	181,140
Deferred tax assets	32,995	Other capital surplus	180
Other	105,429	Retained earnings	428,034
Allowance for doubtful accounts	(16,806)	Legal retained earnings	43,955
		Other retained earnings	384,079
		Reserve for special depreciation	1,277
		Reserve for reduction entry	8,435
		General reserve	120,000
		Retained earnings brought forward	254,366
		Treasury stock	(332)
		Valuation and translations adjustments:	103,058
		Unrealized gains (losses) on securities	103,001
		Deferred gains or losses on hedges	56
		Total Net Assets	887,901
Total assets	2,705,831	Total Liabilities and Net Assets	2,705,831

STATEMENT OF INCOME

(April 1, 2014 to March 31, 2015)

(Millions of yen)

Net sales		2,675,625
Cost of sales		2,052,355
Gross profit		623,269
Selling, general and administrative expenses		472,640
Operating income		150,628
Non-operating incomes		
Interest and dividends	81,254	
Other	19,427	100,682
Non-operating expenses		
Interest	5,292	
Other	74,576	79,869
Ordinary income		171,442
Extraordinary income		
Gain on sales of noncurrent assets	3,874	3,874
Extraordinary loss		
Loss on impairment	1,840	1,840
Income before income taxes		173,476
Income taxes-current		10,460
Income taxes-deferred		27,757
Net income		135,258

Independent Auditor's Report

April 24, 2015

Masaki Sakuyama
President and CEO
Mitsubishi Electric Corporation

KPMG AZSA LLC

Hiroto Kaneko (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Kenji Tanaka (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Terukazu Nagamine (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

We have audited the consolidated financial statements, comprising the consolidated balance sheet, the consolidated statement of income, the consolidated statement of equity and the related notes of Mitsubishi Electric Corporation as at March 31, 2015 and for the year from April 1, 2014 to March 31, 2015 in accordance with Article 444-4 of the Companies Act.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the second sentence of Article 120-2-1 of the Ordinance of Companies Accounting that prescribes some omissions of disclosure items required under U.S. generally accepted accounting principles (see note to consolidated financial statements 1.(1) Basis of Preparation of Consolidated Financial Statements), and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the consolidated financial statements based on our audit as independent auditor. We conducted our audit in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit

procedures that are appropriate in the circumstances, while the objective of the financial statement audit is not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above, which were prepared in accordance with the second sentence of Article 120-2-1 of the Ordinance of Companies Accounting that prescribes some omissions of disclosure items required under U.S. generally accepted accounting principles (see note to consolidated financial statements 1.(1) Basis of Preparation of Consolidated Financial Statements), present fairly, in all material respects, the financial position and the results of operations of Mitsubishi Electric Corporation and its consolidated subsidiaries for the period, for which the consolidated financial statements were prepared.

Other Matter

Our firm and engagement partners have no interest in the Company which should be disclosed pursuant to the provisions of the Certified Public Accountants Law of Japan.

Notes to the Reader of Independent Auditor's Report:

The Independent Auditor's Report herein is the English translation of the Independent Auditor's Report as required by the Companies Act.

Audit Committee Report on Consolidated Financial Statements

The Audit Committee has audited the consolidated balance sheets, the consolidated statements of income, the consolidated statements of shareholders' equity and the notes to consolidated financial statements (hereinafter "financial statements") for the 144th fiscal period (April 1, 2014 to March 31, 2015). A report covering the methodology and findings of the audit follows.

1. Audit Methodology of the Auditors:

The Company's Audit Committee received reports from Executive Officers and others in accordance with policies and duties established by the Audit Committee concerning the consolidated financial statements and other documentation. Where necessary, the Committee sought clarification on these matters. In addition to monitoring and examining the activities of the Independent Auditor to ensure that it maintains its independent stance and that it conducts its auditing duties properly, the Audit Committee received reports from the Independent Auditor regarding the status of its activities and sought clarification where necessary. Furthermore, the Independent Auditor notified the Committee that it was adhering to "Quality Management Standards Regarding Audits" (Business Accounting Council of the Financial Services Agency, October 28, 2005) to improve its system "to ensure that its duties are properly executed," as stipulated in Article 131 of the "Company Accounting Regulations." The Committee sought clarification where necessary.

Based upon the above methods, the Audit Committee carefully examined the consolidated financial statements for the fiscal year ended March 31, 2015.

2. Audit Results:

The procedures and report of the audit by the independent auditor, KPMG AZSA LLC, are considered adequate.

April 27, 2015

The Audit Committee
Mitsubishi Electric Corporation

Hiroki Yoshimatsu, Committee Member (Standing)
Takashi Sasakawa, Committee Member (Standing)
Shigemitsu Miki, Committee Member
Fujiatsu Makino, Committee Member
Hiroshi Obayashi, Committee Member

Note: Shigemitsu Miki, Fujiatsu Makino and Hiroshi Obayashi are Outside Directors as prescribed under Article 2, Item 15 and Article 400, Paragraph 3 of the Companies Act.

Independent Auditor's Report

April 24, 2015

Masaki Sakuyama
President and CEO
Mitsubishi Electric Corporation

KPMG AZSA LLC

Hiroto Kaneko (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Kenji Tanaka (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Terukazu Nagamine (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

We have audited the financial statements, comprising the balance sheet, the statement of income, the statement of changes in net assets and the related notes, and the supplementary schedules of Mitsubishi Electric Corporation as at March 31, 2015 and for the year from April 1, 2014 to March 31, 2015 in accordance with Article 436-2-1 of the Companies Act.

Management's Responsibility for the Financial Statements and Others

Management is responsible for the preparation and fair presentation of the financial statements and the supplementary schedules in accordance with accounting principles generally accepted in Japan, and for such internal control as management determines is necessary to enable the preparation of financial statements and the supplementary schedules that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements and the supplementary schedules based on our audit as independent auditor. We conducted our audit in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and the supplementary schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and the supplementary schedules. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial statements and the supplementary schedules, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements and the supplementary schedules in order to design audit procedures that are appropriate in the

circumstances, while the objective of the financial statement audit is not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements and the supplementary schedules.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements and the supplementary schedules referred to above present fairly, in all material respects, the financial position and the results of operations of Mitsubishi Electric Corporation for the period, for which the financial statements and the supplementary schedules were prepared, in accordance with accounting principles generally accepted in Japan.

Other Matter

Our firm and engagement partners have no interest in the Company which should be disclosed pursuant to the provisions of the Certified Public Accountants Law of Japan.

Notes to the Reader of Independent Auditor's Report:

The Independent Auditor's Report herein is the English translation of the Independent Auditor's Report as required by the Companies Act.

Audit Committee Report

The Audit Committee has conducted audits of the Directors and Executive Officers of the Company with regard to their performance of duties during the 144th fiscal period (April 1, 2014 to March 31, 2015). A report covering the findings of the audit follows.

Audit Methodology and Scope

The Company's Audit Committee monitored and examined the content of resolutions of the Board of Directors related to matters set forth in Article 416, Paragraph 1, Item 1, Sections 2 and 5 of the Companies Act, as well as the structure and operational status of the Company's internal control system as set forth in the aforementioned resolutions. To this end, the Audit Committee received periodic reports from Directors, Executive Officers and employees regarding the content of the above resolutions, and where necessary, sought explanations and voiced opinions on these matters. Moreover, in accordance with its established policies and procedures and in collaboration with the divisions in charge of internal control, the Audit Committee attended important meetings, received reports on business activities from Directors and Executive Officers, sought explanations where necessary, perused documents pertaining to important decisions, and surveyed properly the status of business and assets at the Company's head office and key operational facilities. Where necessary, the Audit Committee sought reports on the operations and assets of subsidiaries.

In addition to monitoring and examining the activities of the independent auditor to ensure that it maintains its independent position and that it conducts its auditing duties properly, the Audit Committee received reports from the Independent Auditor regarding the status of its activities and sought explanations when necessary. Furthermore, the Independent Auditor notified the Committee that it was adhering to "Quality Management Standards Regarding Audits" (Business Accounting Council of the Financial Services Agency, October 28, 2005) as it worked to improve its system "to ensure that its duties are properly executed," as stipulated in Article 131 of the "Company Accounting Regulations." The Committee sought clarification where necessary. Based upon the above methods, the Audit Committee carefully scrutinized the Business Report, the financial statements (balance sheets, statements of income, statements of changes in shareholders' equity and notes to non-consolidated financial statements) and the supplementary schedules for the fiscal year ended March 31, 2015.

Audit Results

(1) Results of the Audit of Business Reports and Supplementary Schedules

- (a) The Business Report presents fairly, in conformity with applicable laws and regulations and the Company's Articles of Incorporation, the status of the Company.
- (b) In executing their duties, the Directors and Executive Officers have not made any significant transactions or actions deemed to be in contradiction of any laws or the Company's Articles of Incorporation.
- (c) The content of the Board of Directors' resolutions related to internal control systems as set forth in Article 416, Paragraph 1, Item 1, Sections 2 and 5, of the Companies Act is adequate. Moreover, we find no issues of concern with regard to the performance of Directors and Executive Officers in their duties related to internal control systems.

(2) Results of the Audit of Non-Consolidated Financial Statements and Supplementary Schedules

The procedures and report of the audit by the Independent Auditor, KPMG AZSA LLC, are adequate.

April 27, 2015

The Audit Committee
Mitsubishi Electric Corporation

Hiroki Yoshimatsu, Committee Member (Standing)
Takashi Sasakawa, Committee Member (Standing)
Shigemitsu Miki, Committee Member
Fujiatsu Makino, Committee Member
Hiroshi Obayashi, Committee Member

Note: Shigemitsu Miki, Fujiatsu Makino and Hiroshi Obayashi are Outside Directors as prescribed under Article 2, Item 15 and Article 400, Paragraph 3 of the Companies Act.