

Securities Code No. 6146

June 2, 2014

To: Shareholders

2-13-11 Omori-Kita, Ota-ku, Tokyo

DISCO CORPORATION

Kazuma Sekiya President and COO

Notice of the 75th Ordinary General Meeting of Shareholders

We are pleased to announce our 75th Ordinary General Meeting of Shareholders and cordially invite you to attend this meeting. Further detailed information is provided below.

In case that you are unable to attend the Meeting, you can exercise your voting rights in writing via the enclosed form. Please review the attached Reference Materials for the General Meeting of Shareholders, indicate your approval or disapproval for each proposal on the Form for the Exercise of Voting Rights, and return it to us by the end of business (5:45 p.m.) on Monday, June 23, 2014.

1. Date & Time: June 24, 2014 (Tuesday) 2:00 p.m.

2. Place: DISCO Corporation Headquarters/R&D Center, Building A
 Conference Room on the 8th Floor
 2-13-11 Omori-Kita, Ota-ku, Tokyo

3. Purposes of the Meeting

Matters to be reported:

1. Business report, consolidated financial statements, and the Audit Reports from the accounting auditor and the Board of Corporate Auditors on the Consolidated Financial Statements for the 75th fiscal year (from April 1, 2013 to March 31, 2014)
2. Financial Statements for the 75th fiscal year (from April 1, 2013 to March 31, 2014)

Matters to be resolved:

- Proposal 1 Appropriation of Retained Earnings
Proposal 2 Bonus payment to the board members



- ⊙ The reception desk for the meeting will open at 1:00 p.m. on the day.
- ⊙ Please make sure to bring the enclosed voting form to the reception desk on the day of the meeting. Furthermore, please bring this notice of general meeting of shareholders to save resources.
- ⊙ Exercise of voting rights can be made by proxy through the appointment of another shareholder eligible for voting rights, subject to the submission of documentation certifying this vote by proxy.
- ⊙ In accordance with relevant laws and regulations and Article 15 of the Articles of Incorporation of the Company, the items listed below are posted on the DISCO website (<http://www.disco.co.jp/jp/ir/stock/meeting.html>) and therefore not described in the attached documents of this notice of general meeting of shareholders.
 1. Notes to consolidated financial statements
 2. Notes to financial statementsTherefore, the attached documents of this notice of general meeting of shareholders are a part of the financial statements or consolidated financial statements that were audited when the corporate auditor wrote the audit report and the accounting auditor wrote the accounting audit report.
- ⊙ If any part of the reference materials for the general meeting of shareholders, business reports, financial statements and/or consolidated financial statements requires modification or revision, notification of such will be made on the DISCO website.

Consolidated Balance Sheet

(As of March 31, 2014)

(in Millions of Yen)

Assets		Liabilities	
Items	Amount	Items	Amount
Current assets	96,809	Current liabilities	35,235
Cash and deposits	31,577	Notes and accounts payable - trade	5,269
Notes and accounts receivable - trade	32,390	Electronically recorded obligations - operating	6,762
Merchandise and finished goods	7,072	Current portion of long-term loans payable	864
Work in process	7,894	Current portion of convertible bonds with stock acquisition rights	9,085
Raw materials and supplies	11,772	Income taxes payable	3,052
Deferred tax assets	2,803	Provision for bonuses	2,994
Other	3,487	Provision for directors' bonuses	197
Allowance for doubtful accounts	(189)	Provision for product warranties	415
Non-current assets	73,348	Other	6,594
Property, plant and equipment	63,063	Non-current liabilities	11,469
Buildings and structures, net	28,759	Long-term loans payable	8,858
Machinery, equipment and vehicles, net	11,360	Net defined benefit liability	1,970
Tools, furniture and fixtures, net	597	Provision for directors' retirement benefits	49
Land	13,088	Asset retirement obligations	101
Construction in progress	9,257	Other	489
Intangible assets	874	Total liabilities	46,704
Investments and other assets	9,410	Net assets	
Investment securities	2,305	Shareholders' equity	119,675
Deferred tax assets	202	Capital stock	14,517
Long-term time deposits	5,200	Capital surplus	16,190
Other	1,757	Retained earnings	89,203
Allowance for doubtful accounts	(54)	Treasury shares	(235)
Deferred assets	3	Accumulated other comprehensive income	1,740
Total assets	170,161	Valuation difference on available-for-sale securities	17
		Foreign currency translation adjustment	1,864
		Remeasurements of defined benefit plans	(142)
		Subscription rights to shares	1,219
		Minority interests	821
		Total net assets	123,456
		Total liabilities and net assets	170,161

Note: Figures are rounded down to the nearest million yen.

Consolidated Income Statement

(From April 1, 2013)
(To March 31, 2014)

(in Millions of yen)

Items	Amount	
Net sales		104,920
Cost of sales		50,818
Gross profit		54,102
Selling, general and administrative expenses		36,749
Operating income		17,353
Non-operating income		
Interest income	73	
Share of profit of entities accounted for using equity method	61	
Royalty income	100	
Subsidy income	353	
Other	219	808
Non-operating expenses		
Interest expenses	53	
Sales discounts	31	
Depreciation	60	
Foreign exchange losses	550	
Other	18	714
Ordinary income		17,447
Extraordinary income		
Gain on sales of non-current assets	7	
Gain on sales of investment securities	0	
Gain on reversal of subscription rights to shares	3	
Other	0	11
Extraordinary losses		
Loss on sales and retirement of non-current assets	77	
Loss on valuation of investment securities	38	
Special retirement expenses	36	152
Income before income taxes and minority interests		17,306
Income taxes - current	5,852	
Income taxes - deferred	(692)	5,159
Income before minority interests		12,146
Minority interests in income		57
Net income		12,088

Note: Figures are rounded down to the nearest million yen.

Consolidated Statement of Changes in Net Assets

(From April 1, 2013)
(To March 31, 2014)

(in Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	14,517	15,654	79,343	(798)	108,716
Changes of items during period					
Dividends of surplus			(2,228)		(2,228)
Net income			12,088		12,088
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		535		565	1,101
Net changes of items other than shareholders' equity					
Total changes of items during period	-	535	9,860	563	10,959
Balance at end of current period	14,517	16,190	89,203	(235)	119,675

	Accumulated other comprehensive income				Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	12	(128)	-	(116)	1,223	731	110,556
Changes of items during period							
Dividends of surplus							(2,228)
Net income							12,088
Purchase of treasury shares							(2)
Disposal of treasury shares							1,101
Net changes of items other than shareholders' equity	5	1,993	(142)	1,856	(4)	89	1,941
Total changes of items during period	5	1,993	(142)	1,856	(4)	89	12,900
Balance at end of current period	17	1,864	(142)	1,740	1,219	821	123,456

Note: Figures are rounded down to the nearest million yen.

Balance Sheet

(As of March 31, 2014)

(in Millions of Yen)

Assets		Liabilities	
Items	Amount	Items	Amount
Current assets	82,017	Current liabilities	32,197
Cash and deposits	25,435	Notes payable - trade	373
Notes receivable - trade	490	Electronically recorded obligations - operating	6,762
Accounts receivable - trade	27,311	Accounts payable - trade	3,801
Merchandise and finished goods	4,245	Current portion of convertible bonds with stock acquisition rights	9,085
Work in process	7,668	Accounts payable - other	4,168
Raw materials and supplies	11,329	Accrued expenses	861
Deferred tax assets	2,212	Income taxes payable	2,724
Other	3,390	Provision for bonuses	2,561
Allowance for doubtful accounts	(66)	Provision for directors' bonuses	195
Non-current assets	70,560	Provision for product warranties	218
Property, plant and equipment	54,891	Other	1,445
Buildings	24,561	Non-current liabilities	10,849
Structures	369	Long-term loans payable	8,800
Machinery and equipment	7,822	Provision for retirement benefits	1,580
Vessels	3	Asset retirement obligations	6
Vehicles	52	Other	463
Tools, furniture and fixtures	456	Total liabilities	43,047
Land	12,398	Net assets	
Construction in progress	9,227	Shareholders' equity	108,297
Intangible assets	606	Capital stock	14,517
Patent right	268	Capital surplus	16,190
Software	177	Legal capital surplus	15,599
Other	161	Other capital surplus	590
Investments and other assets	15,062	Retained earnings	77,825
Investment securities	396	Legal retained earnings	594
Shares of subsidiaries and associates	5,954	Other retained earnings	77,230
Investments in capital of subsidiaries and associates	1,271	Reserve for reduction entry of replaced property	4
Deferred tax assets	992	General reserve	16,970
Long-term time deposits	5,200	Retained earnings brought forward	60,256
Other	1,260	Treasury shares	(235)
Allowance for doubtful accounts	(13)	Valuation and translation adjustments	17
Deferred assets	3	Valuation difference on available-for-sale securities	17
Total assets	152,582	Subscription rights to shares	1,219
		Total net assets	109,534
		Total liabilities and net assets	152,582

Note: Figures are rounded down to the nearest million yen.

Income Statement

(From April 1, 2013)
(To March 31, 2014)

(in Millions of Yen)

Item	Amount	
Net sales		85,696
Cost of sales		43,740
Gross profit		41,956
Selling, general and administrative expenses		30,154
Operating income		11,801
Non-operating income		
Interest income	54	
Dividend income	2,272	
Foreign exchange gains	4	
Subsidy income	325	
Other	314	2,970
Non-operating expenses		
Interest expenses	47	
Depreciation	60	
Other	26	134
Ordinary income		14,637
Extraordinary income		
Gain on sales of non-current assets	7	
Gain on sales of investment securities	0	
Gain on reversal of subscription rights to shares	3	10
Extraordinary losses		
Loss on sales and retirement of non-current assets	65	
Loss on valuation of investment securities	38	
Special retirement expenses	27	130
Income before income taxes		14,517
Income taxes - current	4,609	
Income taxes - deferred	(799)	3,809
Net income		10,708

Note: Figures are rounded down to the nearest million yen.

Statement of Changes in Net Assets

(From April 1, 2013)
(To March 31, 2014)

(in Millions of Yen)

	Shareholders' equity									
	Capital stock	Capital surplus			Retained earnings					
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings				Total retained earnings
						Reserve for reduction entry of replaced property	Reserve for reduction entry of government subsidies	General reserve	Retained earnings brought forward	
Balance at beginning of current period	14,517	15,599	55	15,654	594	4	2	16,970	51,774	69,346
Changes of items during period										
Reversal of reserve for reduction entry of replaced property						(0)			0	-
Reversal of reserve for reduction entry of government subsidies							(2)		2	-
Dividends of surplus									(2,228)	(2,228)
Net income									10,708	10,708
Purchase of treasury shares										
Disposal of treasury shares			535	535						
Net changes of items other than shareholders' equity										
Total changes of items during period	-	-	535	535	-	(0)	(2)	-	8,482	8,479
Balance at end of current period	14,517	15,599	590	16,190	594	4	0	16,970	60,256	77,825

(in Millions of Yen)

	Shareholders' equity		Valuation and translation adjustments	Subscription rights to shares	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities		
Balance at beginning of current period	(798)	98,718	12	1,223	99,955
Changes of items during period					
Reversal of reserve for reduction entry of replaced property		-			-
Reversal of reserve for reduction entry of government subsidies		-			-
Dividends of surplus		(2,228)			(2,228)
Net income		10,708			10,708
Purchase of treasury shares	(2)	(2)			(2)
Disposal of treasury shares	565	1,101			1,101
Net changes of items other than shareholders' equity			5	(4)	0
Total changes of items during period	563	9,578	5	(4)	9,578
Balance at end of current period	(235)	108,297	17	1,219	109,534

Note: Figures are rounded down to the nearest million yen.

Reference Materials for the General Meeting of Shareholders

Proposal 1 Appropriation of Retained Earnings

It is proposed that the appropriation of retained earnings be as follows.

Matters related to the year-end dividend:

With respect to the dividend, the Company's fundamental policy is to pay dividends according to its business performance and to maintain an annual dividend level of at least ¥20 to ensure stable dividend payments even if its profitability is at a low level. Based on this fundamental policy, the Company proposes that the year-end dividend for the current fiscal year be ¥40 per share. (The annual amount will be ¥90 including the interim dividend).

The Company has a dividend policy to pay an additional dividend by using part of the excess of the balance of cash and cash equivalents over the budgeted funds necessary in the relevant year. However, as there was no such excess in the current fiscal year no additional dividend will be paid.

- (i) Type of assets to be distributed
Cash.
- (ii) Matters on the allocation of assets to be distributed and the total amount thereof
¥40 per share of the Company's common stock
The total distribution is to be ¥1,356,677,000.
- (iii) Effective date of the dividend from retained earnings
It is proposed that the dividend become effective on June 25, 2014.

Proposal 2 Bonus payment to the board members

It is proposed that the bonuses to the members of the Board of Directors be as follows taking the business performance for the current period into account.

The bonus to each member of the Board of Directors has been calculated by first determining a base amount per position and then by multiplying the base amount by a coefficient correlated with the consolidated ordinary income margin.

It is proposed that for the bonuses to the members of the Board of Directors for the current period, using the method where out of the 6 Directors as of the end of the period (of whom one is an external director), the base amount for 4 of the Directors (excluding the director in charge of the Company's subsidiary and the external director) is multiplied by a coefficient correlated with the business performance for the current period, which results in a sum of ¥148,960,000 to be paid. It is proposed, that the bonus to be paid to each Director be determined solely by the Board of Directors.