



P A Y T O N P L A N A R  
M A G N E T I E C S L T D

**REGULATED INFORMATION**  
December 18, 2009

**Payton Planar Magnetics Ltd.**  
**Annual General Meeting**

This notice is to announce that an annual general meeting of the Company's shareholders will be held on January 25, 2010 at 10:00 AM.

The meeting will be held in the Company's registered office at 14 Ha'homa St. Rishon Le-Zion Israel.

**On the agenda:**

1. Approval of the 2008 yearly financial statements.  
**Proposed resolution:** Approval of the 2008 yearly financial statements.
2. Approval of the \$0.095 per share interim dividend declared on November 26, 2009 as final dividend.  
**Proposed resolution:** Approval of the interim dividend as final dividend.
3. Re-nomination of the company's independent auditors.  
**Proposed resolutions:** to re-nominate Somekh-Chaikin a member of the KPMG International, as the Company's independent auditors, and to authorize Mr. David Yativ, Chairman of the Board of Directors to define their fees.

Resolutions in matters as above mentioned require ordinary majority of the voters in the meeting.

If within half an hour of the above mentioned time no quorum is present (at least two members present personally or by proxy who together hold at least thirty three percent (33%) of the issued shares of the Company), the meeting shall stand adjourned to February 1, 2010 at the same place and hour.

If no quorum is present at the adjourned meeting within half an hour of the above mentioned time, the present member(s) shall be deemed a quorum.

The persons and/or entities that are entitled to participate and to vote in the meeting are the shareholders of the Company on December 27, 2009.

In order to validate their participation, the shareholders are kindly requested to deposit with the Company, 48 hours prior to the meeting, certificate of ownership issued by a financial institution. Such certificate to be sent to Mrs Michal Lichtenstein, at Payton Planar Magnetics 14 Ha'homa St. Rishon Le-Zion (fax: +972-3-9517571) or to Mrs. Alexandra Niehe at citigate, Woluwedal 28 box 6, B-1932 Sint-Stevens-Woluwe (Brussels), Belgium (fax: 02/721 01 01). With the reference PAY1108.

The shareholders may vote with regard to the resolution in clause 3 on the agenda above, also by a Voting Letter. The form of the Voting Letter is available at the company's registered office and can be delivered at request sent by mail to Mrs. Michal Lichtenstein (michal@paytongroup.com). The latest date to deliver the Voting Letter is January 22, 2010 at 10:00.

An instrument appointing a representative, a proxy, a power of attorney, other certificate or a copy of the above mentioned documents attested by a notary, should be delivered to the office of the company, at least forty- eight (48) hours prior to the time of the meeting, or the adjourned meeting, where the person mentioned in the instrument is to vote. If the above conditions were not fulfilled, the appointing document shall be void.

The Board of Directors.