

August 23<sup>rd</sup>, 2016

Company name: Fukuda Denshi Co., Ltd.  
Representative: Daijiro Shirai, President & COO  
JASDAQ code no.: 6960  
Inquiries: Business Planning Department  
Telephone: +81-3-5684-1558

## **Notification Regarding Acquisition of Treasury Stock on ToSTNeT-3**

(Acquisition of treasury stock based on provisions in the Articles of Incorporation pursuant to  
Article 165-2 of the Companies Act and acquisition of treasury stock on ToSTNeT-3)

Fukuda Denshi (hereinafter, “The Company”) hereby announces that at a meeting convened on August 23<sup>rd</sup>, 2016 the Board of Directors issued a resolution regarding acquisition of treasury stock and its method pursuant to the provisions of Article 156 of the Companies Act interpreted and applied on the basis of Article 165-3 of the said act and regarding the specific method of acquisition.

### 1. Reason for acquiring treasury stock

Reason for acquiring is to improve future capital efficiency and make it possible to execute capital policies in accordance with the management environment.

The Company has traditionally regarded returning profits to shareholders as a management priority. It has established a basic policy of continually engaging in competitive business development and providing stable returns to shareholders by strengthening and enhancing corporate health while securing required internal reserves.

The Company appropriately considers acquisition of treasury stocks to enable a flexible capital policy in line with operating conditions, improve capital efficiency and return profits to shareholders, and has acquired treasury shares based on resolutions of the Board of Directors.

### 2. Acquisition method

The Company will order trades pertaining to treasury stock acquisition on the ToSTNeT-3 at 8:45 a.m. on August 24<sup>th</sup>, 2016 at a price of 6,070 yen, the closing price today(August 23<sup>rd</sup>, 2016). (No changes will be made to other trading systems or trading times)

### 3. Acquisition details

- (1) Class of stock acquired: Common stock
- (2) Total number of shares acquired: 1,200,000 shares

Note 1: There will be no changes made to the number of shares. However, shares may not be acquired in part or in full due to market trends or other circumstances.

Note 2: Shares will be purchased via sale orders equivalent to the number of shares to be acquired.

Note 3: Total price of shares to be acquired: ¥7,284,000,000

#### 4. Announcement regarding results of acquisition

An announcement will be made regarding the results of the acquisition after the conclusion of the acquisition time of 8:45 a.m. on August 24<sup>th</sup>, 2016

#### Reference Information

Treasury stock possessed as of August 22<sup>nd</sup>, 2016

Total shares outstanding (excluding treasury stock):	15,412,248 shares
Shares of treasury stock	: 4,175,752 shares

\*This English translation is for reference purposes only. The original Japanese version will prevail as the official authoritative version.