

December 17, 2010

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## Notice for End of Domestic Distributorship Agreement with St. Jude Medical Inc.

Fukuda Denshi hereby announces that St. Jude Medical Inc. of the U.S. and Fukuda Denshi have agreed today to end the domestic distributorship agreement the two companies had for pacemakers and other products as of the distributorship agreement's expiration date of December 31, 2010.

## 1. Background

Fukuda Denshi began handling pacemakers upon commencing a distribution partnership with Siemens (at that time) in September 1975 and continued to distribute the product even after the business was transferred to St. Jude Medical Inc. (up to the present) in 1994.

Fukuda Denshi has had ongoing discussions with St. Jude Medical Inc. until today, but the decision was ultimately made to end the agreement.

We would again like to express our sincere gratitude to the patients who have used the products and the medical institutions we have done business with over these many years.

## 2. Agreement termination date

December 31, 2010 (Friday)

## 3. Handling going forward

Even after the agreement ends, we will continue to handle information on patients who have purchased products at medical institutions through Fukuda Denshi with extreme care, and we will assume responsibility for handling any reminders or problems that may arise with products in use.

Moreover, even after the agreement ends, we will continue providing follow-up support for patients and will continue to sell products we have in stock. So there is no need for concern by patients or medical institutions planning to use products we handle. (Detailed information will be provided individually by Fukuda Denshi sales representatives.)

Fukuda Denshi will continue working to contribute to the field of medicine as a manufacturer and distributor of medical devices by providing high-quality equipment and devices, starting with Fukuda Denshi products manufactured in Japan.

The end of this domestic distributorship agreement with St. Jude Medical Inc. will have negligible effect on this year's financial performance.