



January 19, 2011

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Notice Regarding Investment in Photodynamic Ablation Therapy Development Business

Fukuda Denshi hereby announces that it has invested in Arai-Medphoton Research Laboratories Corporation for the development of photodynamic therapy devices.

1. Purpose of Investment

By conducting a capital alliance with Arai-Medphoton Research Laboratories Corporation, Fukuda Denshi will promote the development and commercialization of photodynamic therapy devices and acquire preferred negotiation rights for the manufacture and sale of such devices.

2. Investment Data

¥150 million (already distributed).

3. Overview of Company and Business Receiving Investment

Company name: Arai-Medphoton Research Laboratories Corporation

Main business: Development of medical equipment, medical instruments, etc. used in treatment, diagnosis and other medical practices

Established: August 2009

Head office: 1-403-60 Kosugimachi, Nakahara-ku, Kawasaki-shi, Kanagawa Prefecture

Representative: Yasuhiko Futami, President/CEO

Paid-in capital: ¥160 million

The chairman of Arai-Medphoton Research Laboratories Corporation is Tsunenori Arai, professor in the Department of Applied Physics & Physico-Informatics, Faculty of Science & Technology at Keio University. The company is involved in research and development on minimally invasive therapeutic devices based on a corporate philosophy of providing safe medical care to patients and contributing to society through the development of advanced medical devices with laser and optical technologies.

Photodynamic Ablation Therapy Development Business

In atrial fibrillation therapy, a technique is used that involves heat transfer with an ablation catheter. Photodynamic therapy conducts ablation by using active oxygen to create a cellular action effect, which eliminates the risk of complications caused by heat generation and has the potential to alleviate post-surgical stress on the patient's organs.

4. Future Outlook

Since its establishment Fukuda Denshi has had a philosophy of contributing to medical progress through the development of medical electronic equipment to fulfill our social mission. We have greatly contributed to the advancement of people's health through the production and sales of a wide range of medical equipment centering on cardiovascular and respiratory systems.

In addition, with a corporate slogan of "safety, reliability and comfort," we will continue to work to develop products with improved quality that are distinct from our competitors and conduct a product strategy in line with changing medical needs in order to be a company that is trusted by customers.

The impact of this investment on performance for the term ending in March 2011 is negligible.