Member of Financial Accounting Standards Foundation



May 6, 2011 Company name: Fukuda Denshi Co., Ltd. Representative: Kotaro Fukuda, President & CEO JASDAQ code no.: 6960 Inquiries: Junzo Fujiwara, Senior Managing Director Telephone: +81-3-5684-1558

Notice Regarding the Impact of the Great East Japan Earthquake on the Fukuda Denshi Group

We would like to express our deepest sympathies to everyone affected by the Great East Japan Earthquake. We offer our prayers for the people who lost their lives and for the speediest possible recovery in the region.

The impact on the Fukuda Denshi Group, as ascertained as of the present, is as follows.

1. Basic state of the Group's response

Since the earthquake Group companies in the affected region have worked to gather information through partner medical institutions and other medical institutions to confirm the safety of patients and the state of essential utilities.

In the business primarily involved in sales of medical electronic equipment, through the Group's Fukuda Logistic Center, we provided the affected region emergency mats, portable pulse oximeters, ventilators, patient monitors and AEDs along with supplies used with these devices in order to help in local relief efforts.

In the in-home medical services business, which rents equipment to patients through partner medical institutions, after the earthquake we created a transport route from the Tokyo head office to business sites in the affected region to supply oxygen concentrators, oxygen tanks and other items and deliver them to patients.

In addition, responding to the scheduled power outages, we arranged and delivered replacement devices and spare oxygen tanks to patients receiving home oxygen therapy and replacement devices, emergency batteries and other supplies to patients on artificial respiration, based on the instructions of attending physicians for patients in the affected region.

We are also making every effort to accommodate requests for help from medical associations and medical institutions in the region and medical associations providing assistance in the region.

Moreover, the Fukuda Denshi Group continues to be devoted to helping people in the region in recovery efforts by leveraging our nationwide service network. These activities include checking and testing Fukuda Denshi medical devices at medical institutions in the region to ensure they are used safely and providing support for patients using in-home medical services who were forced to evacuate.

2. State of production sites and product supply

Regarding the state of our production sites, Group member Fukuda Denshi Tagajo Laboratory (located in Tagajo, Miyagi Prefecture) was affected by the tsunami and operations remain suspended as of the present. A temporary office for recovery and recommencement was established in the Aoba district of Sendai, Miyagi Prefecture.

We have commenced alternate production at our Shiroi Factory (located in Shiroi, Chiba Prefecture) for some of the products produced by Fukuda Denshi Tagajo Laboratory.

Regarding the state of product supply, we are currently able to meet demand for almost all the products we handle, with some exceptions. It is possible that some catheters and supplies produced by Fukuda Denshi Tagajo Laboratory will be subject to future delivery delays or supply disruptions for a period of time.

In addition, companies that supply us with certain electronic components were damaged, and it is possible that some medical devices manufactured by Fukuda Denshi at the Shiroi Factory will be subject to future delivery delays or supply disruptions for a period of time.

We will promptly contact customers through Group companies as soon as these developments become clear.

The Fukuda Denshi Group is making every effort with our suppliers to ensure stable product supplies as soon as possible.

3. Reducing electricity consumption

Fukuda Denshi has worked to reduce electricity consumption for some time, turning off the lights during break times at offices and production sites, installing demand systems and visually monitoring power consumption at each site.

Since the announcement regarding scheduled power outages on March 13, 2011, offices and production sites have turned off lights to the maximum extent possible, restricted use of air conditioning and elevators, except for upper floors, partially restricted use of office equipment at offices, and turned off standby power. Through these efforts we have already reduced electricity use by approximately 40%.

In light of the impact of the predicted tight power market this summer, we are making further efforts to reduce electricity use at offices and production sites. These initiatives include installing glass film that will block outside heat during the summer and prevent inside heat from escaping during the winter, and tacking on a month at the beginning and end of the regular summer dress code period.

4. Impact on financial performance

Information on the impact for the term ended March 2011 has been disclosed in a separate release (Notice Regarding Stating Extraordinary Losses and Revising Performance Forecasts for the Year Ended March 2011), so please refer to this release.

Regarding the impact on the year ending March 2012, as of the present it is exceedingly difficult to calculate the impact on a rational basis. We will promptly disclose the projected impact as soon as it becomes possible to predict.

Fukuda Denshi is scheduled to announce its financial performance for the year ending March 2011 on May 13, 2011 (Friday).