

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 Stating Extraordinary Losses and Revising Performance Forecasts for the Year Ended March 2011

Fukuda Denshi decided at a board meeting held today that it will state extraordinary losses in light of the damage to the Fukuda Denshi Group caused by the Great East Japan Earthquake.

Fukuda Denshi also announces that based on recent performance trends it will make the following revisions to consolidated performance forecasts for the year ended March 2011 that were released on January 31, 2011.

There will be no change to the year-end dividend as a result of these revisions to performance forecasts. A dividend of 40 yen per share (80 yen for the full year) is planned.

1. Revisions to performance forecasts

Year ended March 2011 (April 1, 2010 to March 31, 2011)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecast (A)	Million yen 88,000	Million yen 7,500	Million yen 7,500	Million yen 4,300	Yen 236.08
This forecast (B)	Million yen 90,100	Million yen 8,000	Million yen 7,900	Million yen 4,100	Yen 228.04
Fluctuation sum (B - A)	Million yen +2,100	Million yen +500	Million yen +400	Million yen -200	
Fluctuation rate	% +2.4	% +6.7	% +5.3	% -4.7	
(Ref.) Previous FY' s	Million yen 88,147	Million yen 6,999	Million yen 7,006	Million yen 3,498	Yen 186.40

2. Reasons for revisions

Fukuda Denshi will state extraordinary losses of 732 million yen, including restoration expenses and destruction loss, given the damage to some of the buildings and products of Fukuda Denshi and Group companies caused by the Great East Japan Earthquake.

Extraordinary losses will be stated (including some estimates) for the following three reasons.

- 1) Fukuda Denshi Tagajo Laboratory, a Group company in Tagajo, Miyagi Prefecture, was damaged by the tsunami, and some buildings and products of Fukuda Denshi and its Group companies were damaged by the earthquake. We will state 624 million yen in restoration

expenses and destruction losses.

- 2) The in-home rental business rents medical equipment to patients through partner medical institutions. A total of 49 million yen will be stated for credit loss on accounts receivable for some partners affected by the tsunami and destruction loss on equipment used by patients affected by the tsunami.
- 3) A total of 59 million yen will be stated for activity expenses already incurred during the year ended March 2011 to provide support for people affected by the disaster (donations, emergency mats and other relief provisions, etc.).

Regarding business performance, Fukuda Denshi products (electrocardiographs, vascular screening systems, patient monitors, therapeutic catheters, etc.) launched on the market last fiscal year continued to see domestic sales growth in the fourth quarter, and the in-home rental business, blood cell counters and other areas performed well.

Regarding costs, we continued to work to reduce costs and administrative expenses, and as a result our current projections for consolidated net sales, consolidated operating income and consolidated ordinary incomes all exceed the forecasts announced previously.

Fukuda Denshi's results announcement for the year ended March 2011 is scheduled for May 13, 2011 (Friday).

\*Note

The above performance forecasts have been formulated based on information available at the time of this announcement. Actual performance may differ from forecasted figures due to a variety of factors. If revisions need to be made to performance forecasts, they will be promptly announced.