



May 31st, 2012

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

Notification Regarding **Acquisition of Treasury Stock on OSE J-NET Trading**

(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 J-NET Trading)

Fukuda Denshi (hereinafter, "The Company") hereby announces that at a meeting convened on May 31st, 2012 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 top 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 Osaka Securities Exchange's J-NET Trading at 8:45 a.m. on June 1st, 2012 at a price of 2,367 yen, the closing price today(May 31st, 2012). (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: 1,000,000 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: ¥2,367,000,000

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 June 1st, 2012

6. Acquisition method: Acquired on the Osaka Securities Exchange's J-NET Trading

Reference Information

Treasury stock possessed as of May 24th, 2012

Total shares outstanding (excluding treasury stock): 15,996,465 shares

Shares of treasury stock (including stock benefit trust): 3,591,535 shares

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