

February 27, 2009
FDK CORPORATION

**Announcement of the Revised Financial Forecast
and Implementation of Business Structural Reform**

Tokyo, February 27, 2009 - FDK CORPORATION (TSE : 6955) announced a revision of its consolidated and non-consolidated financial forecasts for the full fiscal year 2008 from the forecasts originally reported on October 30, 2008. And FDK will post about 8 billion yen of extraordinary losses for the business structural reform in the fourth quarter of fiscal year ended March 31, 2009.

1. Revision of financial forecast for FY2008 (From Apr.1, 2008 to Mar.31, 2009)

1) Consolidated basis (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
October 30, 2008 (A)	86,500	100	(950)
February 27, 2009 (B)	78,100	(1,400)	(11,700)
Difference (B)-(A)	(8,400)	(1,500)	(10,750)
Rate of difference (%)	(9.7%)	-	-
(Ref.): Achievements of fiscal year 2007	113,668	1,909	3,105

2) Non-consolidated basis (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
October 30, 2008 (A)	38,500	(600)	(300)
February 27, 2009 (B)	35,400	(1,000)	(10,300)
Difference (B)-(A)	(3,100)	(400)	(10,000)
Rate of difference (%)	(8.1%)	-	-
(Ref.): Achievements of fiscal year 2007	57,124	14	(2,894)

2. Reasons for revision

The global economic situation and that of the target markets for FDK's products are expected to deteriorate drastically from the previous financial forecast announced on October 30, 2008. Accordingly, FDK Group's fourth quarter orders are also expected to fall far below the previous forecast, resulting in a large deficit in both operating income and ordinary income.

Furthermore, although FDK will post an extraordinary profit of 2.2 billion yen by the transfer of the stepping motor business in the fourth quarter of fiscal year 2008, the company will implement the business structural reform as stated below and post an extraordinary loss accordingly.

3. Implementation of Business Structural Reform

(1)The aim of and reason for business structural reform

The global recession from the latter half of the fiscal year ending March 31, 2009 influenced FDK Group's business activities, so the company's operating loss for 9 months was 1,400 million yen and its net loss for 9 months was 4,351 million yen. This net loss left the company with excessive debt. Considering FDK's target markets, such as LCD televisions, mobile phones and automobiles, this difficult market environment

is expected to continue.

Taking into account this situation, FDK Group will formulate a revival plan based on "FDK's New Business Policy and Strategy for Growth" announced last year and proceed with further business structural reform.

To further FDK's plan to concentrate on its core competencies in the power and high frequency areas, the revival plan will include more selectivity and focus on these business areas, a reorganization of the business base, downsizing and a thorough cost analysis.

(2)Details of the business structural reform

1) Selectivity and focus for business areas

Under the current severe business environment, in order to continue corporate activities, FDK Group will strengthen its business by focusing its management resources on products that utilize its competitive material technology. Specifically, in addition to the battery business, which is a revenue base and has been part of FDK's business since FDK was established, we will focus on coil devices, multilayer power inductors, optical components, piezoceramic products, toner, and lithium ion capacitors which are a new business line. Regarding the other businesses, we will consider the possibility of an alliance with other companies for business restructuring or termination.

2) Consolidation of Business Base

Based on the selectivity and focus for the business areas mentioned above, FDK will mothball the Iwaki Plant of FDK Module System Technology Corporation (a subsidiary of FDK) and redeploy its facilities and staff to the FDK Kosai plant. By doing this, the production base of the electronic device business becomes two domestic sites, the Kosai and Sanyo plants. To decide where electronic device business sales will be based, we will review sales operations to consolidate them domestically and globally.

By conducting a site review on a global scale, we will lower our break-even point through cost reductions on site maintenance and productivity improvement.

3) Downsizing

FDK Group plans a reduction of 4,800 employees (about 40% of all employees which numbered 11,300 as of Sept. 30, 2008) and will keep about 6,500 employees. Of these 4,800, however, personnel has already been reduced by 1,500 due to the sale of the motor business and an additional 1,550 overseas employees

FDK will offer early retirement programs to all domestic employees and expects about 450 employees to apply. FDK also plans to cut 1300 employees in Taiwan and China.

4) Thorough cost reduction

To reduce fixed costs and expenses, travel expenses and rents have been reduced, the efficiency of personnel and their assignments have been reviewed, executive remunerations have been returned, bonuses for senior staffs have been reduced, and operations have been temporarily suspended in line with order trends.

As for the future, FDK will continue the reductions in executive remuneration and employee bonuses. We seek to establish a strong production system that can withstand the fluctuation of orders by reducing inventories and suppressing capital investment through the promotion of product innovation.

(3)Effect of the Business Structural Reform

FDK will announce the forecast for fiscal year ending March 31, 2010, which may reflect the results from the business structural reform, at the same time the consolidated financial result for the fiscal year ending March 31, 2009 is announced.

4. Post of extraordinary loss

With the above business structural reform, we post about 8 billion yen of extraordinary losses for business structural reform in the fourth quarter of fiscal year ended March 31, 2009.

As for funds necessary for the future, it is confirmed we will receive continuing support from Fujitsu Ltd. who is a major shareholder.

(Remarks)

The revised forecast indicated above is calculated based on information which is presently available and may contain some inaccurate elements. Therefore, please understand that the actual results may differ greatly from the forecasts indicated in this release due to changes in business conditions.