

March 31, 2014  
FDK CORPORATION

**Notice regarding conversion of preferred shares into  
ordinary shares and retirement of own (preferred) shares**

On our preferred shares series 1 allocated to Fujitsu Limited (“Fujitsu”) on March 29, 2004 and preferred shares series 2 allocated to Fujitsu on April 19, 2005, Fujitsu today claimed the exercise of the conversion rights of these preferred shares to common shares and conversion of all preferred shares into the ordinary shares, were made as follows. FDK has adopted to retire its own preferred shares under the provisions of Article 178 of the Corporation Law, at the board of directors’ meeting held as of March 31, 2014. We hereby inform you as follows:

1. Status of conversion (as of March 31, 2014)
  - (1) Share names to be converted to new ordinary shares
    - Preferred Shares Series 1
    - Preferred Shares Series 2
  - (2) Share number to be converted
    - All Preferred Shares Series 1 and Preferred Shares Series 2:  
62,857,142 shares (conversion rate: 100.0%)
  - (3) Number of new ordinary shares delivered
    - 62,857,142 shares
  - (4) Number of issued ordinary shares after conversion and delivery
    - 280,363,026 shares
2. Retirement of own shares (preferred shares)
  - (1) Type and number of shares:
    - Preferred Shares Series 1: 10,000,000 shares
    - Preferred Shares Series 2: 17,500,000 shares
  - (2) Date of retirement: March 31, 2014