

Company Name: KOHOKU KOGYO Co., Ltd.  
 Representative: Futoshi Ishii, President  
 Contact: Kazukiyo Kitagawa, Director  
 Telephone: +81-749-85-3211

Company Name: FDK CORPORATION  
 Representative: Michimasa Mochizuki, President & CEO  
 Code No: 6955, Tokyo Stock Exchange Section 2  
 Contact: Yoshiharu Hirano, General Manager  
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Announcement regarding Transfer of FDK’s Optical Device Business and its subsidiary

KOHOKU KOGYO Co., Ltd. (“KOHOKU”) and FDK CORPORATION (“FDK”) hereby announce reaching of the Agreement regarding transfer of FDK’s Optical Device Business and wholly owned consolidated subsidiary, FDK LANKA (PVT) Ltd. (“FDK LANKA”), to KOHOKU today as mentioned below.

1. Reason for the Agreement

KOHOKU has groping for the further business development of their Optical Component, placed as 2<sup>nd</sup> mainstay, following to their Lead Terminals for aluminum electrolytic capacitors.

FDK has been considering various schemes for Optical Device Business to enhance business value under FDK’s Mission Statement to become the “Leader in Energy Management Systems Across Multiple Platforms” in FDK’s Mid-Term Business Plan (2013-2015).

As the result, KOHOKU and FDK have now concluded that this transfer will bring the maximum effects for Optical Device Business and benefit for our valuable customers.

2. Profile of the Business to be transferred

(1) Profile of the business

Based upon this agreement, KOHOKU will take over the employees, relevant intellectual property rights, etc. involved in Optical Device business at FDK Group, in addition to acquiring the shares of FDK LANKA, which is running this business and so on.

(2) Outline of the subsidiaries to be transferred as of March 31, 2014

(1) Company name	FDK LANKA (PVT) LTD.
(2) Head office	Ring Road 3, Phase 2, E.P.Z. Katunayake 11450, Sri Lanka
(3) Representative	Yoshio Matsuo, President & Representative Director
(4) Business	Manufacturing and sale of optical devices and coil devices.
(5) Capital	680 Million Sri Lankan rupee
(6) Established	November 1990

(7) Shareholder	FDK CORPORATION (100%)
(8) No. of Employees	645

(3) Schedule

October 29, 2014: Approval of Agreement at Board Meeting  
October 29, 2014: Conclusion of Agreement  
End of December 2014 (Planned): Conclusion of final agreement

3. Outline of KOHOKU

(1) Company name	KOHOKU KOGYO Co., Ltd.
(2) Head Office	1623, Takatsuki, Takatsuki-cho, Nagahama-shi, Shiga, 529-0241, Japan
(3) Representative	Futoshi Ishii, President
(4) Established	August, 1959
(5) Capital	50 Million Yen for Headquarter and 2,636 Million Yen as simple total for 4 overseas subsidiaries
(6) No. of Employees (Consolidated)	1,042
(7) Business	- Lead terminals for aluminum electrolytic capacitors, which holds over 40% share in the world. - Fiber optic component business. - New product development.
(8) Relationship with FDK	No relationship by capital, personnel, etc.

4. Outline of FDK

(1) Company name	FDK CORPORATION
(2) Head Office	5-36-11, Shimbashi, Minato-ku, Tokyo 105-8677, Japan
(3) Representative	Michimasa Mochizuki
(4) Established	February 1950
(5) Capital	28,301 Million Yen (as of March 31, 2014)
(6) No. of Employees (Consolidated)	5,151 (as of March 31, 2014)
(7) Major Business	Manufacture and sale of Batteries and Electronics Components
(8) Major shareholders and share ownership percentage (as of March 31, 2014)	FUJITSU LIMITED 72.39% FUJI Electric Co., Ltd. 1.21% Japan Securities Finance Co., Ltd. 1.15%
(9) Net Assets (Consolidated)	6,508 Million Yen (as of March 31, 2014)
(10) Total Assets (Consolidated)	55,294 Million Yen (as of March 31, 2014)

(11) Net Sales (Consolidated)	76,624 Million Yen (as of March 31, 2014)
(12) Fiscal Year End	March 31
(13) Relationship with KOHOKU	No relationship by capital, personnel, etc.

#### 5. Outlook for the Future

- (1) KOHOKU and FDK will proceed with discussions toward a final Agreement planned End of December 2014. If both companies have reached a final agreement on this transfer of the business, timely disclosure will be made at such time.
- (2) This transfer's effects on consolidated results of FDK will be noticed as soon as they are available.