

Company Name Nifco Inc.  
 Head Office 5-3 Hikarinooka Yokosuka-shi, Kanagawa  
 Company Code 7988 (1<sup>st</sup> Board TSE)  
 Rep. Director President & Representative Director  
 Toshiyuki Yamamoto  
 Contact Person Executive Managing Officer,  
 Chief Financial Officer, Junji Honda  
 (TEL 03-5476-4853)

Notice Concerning the Acquisition of Own Shares

(Acquisition of Treasury Stock pursuant to the Provisions of the Articles of Incorporation  
 under the Provisions of Article 165, paragraph 2 of the Companies Act)

Nifco Inc., (“the Company”) resolved at a Board of Directors’ meeting held on this date matters relating to the acquisition of its own shares, based on the provisions of Article 156 of the Companies Act applied pursuant to the provisions of Article 165, Paragraph 3 of the same Act. As the Company has determined the specific acquisition method as outlined below, it hereby provides notice thereof.

**1. Reason for the acquisition**

To enhance capital funds efficiency and enable a flexible financial policy in response to changes in the business environment.

**2. Acquisition details**

|    |                                       |  |
|----|---------------------------------------|--|
| 1. | Type of shares to be acquired         | Common shares of the Company   |
| 2  | Total number of shares to be acquired | 1,000,000 units (upper limit)<br>(Percentage of total number of issued shares<br>(excluding own shares) 0.96%) |
| 3  | Total acquisition cost                | 3 billion yen (upper limit)  |
| 4  | Acquisition period                    | Between November 1 <sup>st</sup> 2018 – December 20 <sup>th</sup> 2018   |
| 5  | Acquisition method                    | Purchased on the Tokyo Stock Exchange  |

(N.B.) It is possible that part or all of the acquisition may not take place depending on market conditions.

(Reference)

**Holdings of Treasury Stock as of June 30<sup>th</sup> 2017**

|   |  |                   |
|---|--|-------------------|
| 1 | Total number of issued shares (excluding own shares) | 104,338,630 units |
| 2 | Total number of own shares                           | 3,170,324 units   |

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