

Notice of Fire Occurrence in Consolidated Subsidiaries

November 28, 2016

Company Name **Nihon Dempa Kogyo Co., Ltd.**
Representative **Toshiaki Takeuchi, Representative Director & Chairman of the Board, President and CEO**
(Code 6779 Tokyo Stock Exchange, 1st Section)
Person in charge **Hiromi Kato, Executive Vice President and Director** (Phone: +81-3-5453-6709)
for inquiries

Nihon Dempa Kogyo Co., Ltd. today announced the fire occurrence at electric control room of Hakodate NDK Co., Ltd., our consolidated subsidiaries on 26th November 2016 as follows.

We apologize that we had made concerns to stakeholders about this fire occurrence.

1. Date and Time of the incident

Around A.M. 4:20 26th(Sat.) November 2016.

(put out in a short time)

2. Place of the incident

Inside Electric Control room, Hakodate NDK Co., Ltd..

Hakodate Rinkuu Kogyo Danchi, 3-63, Suzuranoka-cho, Hakodate-city, Hokkaido

3. Cause of the incident

We presume that poor insulation brought by aging of electric wires made the wire short-circuits and fire occurrence.

4. Damages caused

There is no human damages.

Concerning the material damages, there is no spread of fire to the buildings. The damage is limited to Switch Board of the Electric Control Room, it will take a day or two to recover the production.

5. Outlook

We are now examining the influence of this incident to the Consolidated results. We will promptly announce if it will be determined to have material effects to the future results.

END