

## Nippon Avionics and A&D Begin Negotiations for Transfer of Measuring Business

### **A&D Company, Limited**

3-23-14, Higashi-Ikebukuro, Tokyo

Representative: Hikaru Furukawa, President

Tokyo 1<sup>st</sup> Section Stock Exchange Code: 7745

Nippon Avionics Co, Ltd. (HQ: Shinagawa-ku, Tokyo, President: Katsuhiko Akitsu, below as “Nippon Avionics” and A&D Company, Limited (HQ: Toshima-ku, Tokyo, President: Hikaru Furukawa, below as “A&D”) have concluded a basic agreement with regard to the transfer of the industrial measuring instruments business at Nippon Avionics to A&D and have initiated formal negotiations.

#### 1. Purpose of business transfer

The industrial measuring instruments business at the transferor, Nippon Avionics, handles the development and sales of measuring instruments and systems that convert physical quantities such as strain, pressure, and acceleration into electrical signals and store them as waveform records and digital data. Nippon Avionics has agreed to enter into negotiations to concentrate their management resources and to focus on the growth and development of their operations.

The main business at the transferee, A&D, is the manufacture and sales of weighing and measuring instruments as well as medical and healthcare devices. A&D has agreed to enter negotiations with Nippon Avionics as the acquisition of their industrial measuring instruments business is expected to expand A&D’s measuring equipment product portfolio and customer base.

#### 2. Business transfer overview

From here on the companies will hold talks to decide the concrete details and methods regarding the transfer of the measurement business at Nippon Avionics to A&D.

#### 3. Schedule

The companies will have talks to determine a date for the business transfer, aiming for May 2015.

[Company Information]

Company Name: Nippon Avionics Co, Ltd.

Head Office: Gotanda Kowa Bldg., 1-5, Nishi-Gotanda 8-chome, Shinagawa-ku

Tokyo, 141-0031 Japan

President: Katsuhiko Akitsu

Establishment: April 8, 1960

Operations : Information Systems, bonding devices, infrared thermography, industrial measurement equipment , hybrid IC, printed-circuit boards

Tokyo Stock Exchange 2<sup>nd</sup> Section : Code 6946

Company Name : A&D Company, Limited

Head Office : 3-23-14, Higashi-Ikebukuro, Toshima-ku, Tokyo 170-0013, Japan

President: Hikaru Furukawa

Establishment : May 1977

Operations : Production, sales, research and development of electronic measuring equipment, industrial scales, electronic balances, electronic medical instruments, testing machines, and other applied electronic instruments.

Tokyo Stock Exchange 1<sup>st</sup> Section : Code 7745