

October 25, 2017

Company name: FANUC CORPORATION
Representative: Yoshiharu Inaba, Chairman
(Stock Code: 6954, 1st Section, Tokyo Stock Exchange)
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Notice Regarding Absorption-Type Merger with MOLD INSTITUTE LTD

At the Board of Directors meeting held on October 25, 2017, FANUC CORPORATION resolved to merge MOLD INSTITUTE LTD into FANUC CORPORATION as of January 1, 2018.

This is an absorption-type simplified merger which is anticipated to result in an increase in the Company's total assets of no greater than 10% of net assets as at the last day of the previous fiscal year, and an increase in sales of no greater than 3% of sales for the previous fiscal year. As a result, some of disclosure items and details are omitted.

1. Purpose of the merger

As a part of the efforts to reorganize and streamline the production system in FANUC Group, FANUC CORPORATION decided to manufacture injection molded plastic parts by itself which MOLD INSTITUTE LTD has been manufacturing.

2. Summary of the merger

(1) Schedule

October 25, 2017	Resolved by the Board of Directors Meeting of FANUC CORPORATION for the Merger
October 26, 2017(planned)	Resolved by the General Meeting of Shareholders of MOLD INSTITUTE LTD for the Merger
October 26, 2017(planned)	Conclusion date of the Merger Agreement
January 1, 2018(planned)	Effective date of the Merger

(Note) The approval of the resolution by the shareholders of FANUC CORPORATION is not necessary for the merger, because FANUC CORPORATION will use the simplified merger procedure prescribed in Paragraph 2 of Article 796 of the Companies Act.

(2) Method of merger

The method of the merger is an absorption-type company merger between FANUC CORPORATION (as the surviving company) and MOLD INSTITUTE LTD (as the absorbed company). MOLD INSTITUTE LTD will be dissolved.

(3) Allocations for the merger

The merger will be made in cash and FANUC CORPORATION will pay ¥202,488.17 per share to the shareholders of MOLD INSTITUTE LTD except for FANUC CORPORATION itself.

(4) Stock acquisition rights and bonds with stock acquisition rights of the absorbed company MOLD INSTITUTE LTD is a private company and has not issued any stock acquisition rights or bonds with stock acquisition rights.

3. Grounds of details of allocation in relation to the merger

Since MOLD INSTITUTE LTD is engaging only in the manufacture of the parts for the products of the shareholders (as described in 4.(9) below), the allocation for this merger will be based on the net assets of MOLD INSTITUTE LTD as of September 30, 2017 (as described 2.(3) above).

4. Outline of companies involved in the merger

	Surviving Company	Company to be absorbed
(1) Name of company	FANUC CORPORATION	MOLD INSTITUTE LTD
(2) Head office	3580, Shibokusa Aza-Komanba, Oshino-mura, Minamitsuru-gun, Yamanashi Prefecture	3559-1, Shibokusa Aza-Komanba, Oshino-mura, Minamitsuru-gun, Yamanashi Prefecture
(3) Representative	Yoshiharu Inaba Chairman	Kenji Yamaguchi President
(4) Major business segments	Development, manufacture, sale and maintenance services of CNC systems, lasers, Robots, ROBODRILL (small machining centers), ROBOSHOT (electric injection molding machines), ROBOCUT (wire-cut EDMs), and ROBONANO (ultra-precision machines)	Manufacture of injection molded plastic parts
(5) Paid-in capital	¥69,014 million	¥300 million
(6) Date of establishment	May 12, 1972	July 3, 1984
(7) Total number of shares outstanding	204,059,017 shares	6,000 shares
(8) Fiscal term	March 31	March 31
(9) Name of major shareholders and their investment ratio	①The Master Trust Bank of Japan, Ltd. (Trust Account) 11.8% ②Japan Trustee Services Bank, Ltd. (Trust Account) 8.0% ③State Street Bank and Trust Company 5.2% ④State Street Bank and Trust Company 505001 3.1% ⑤Japan Trustee Services Bank, Ltd. (Trust Account 5) 1.9%	①FANUC CORPORATION 66.6% ②KURODA PRECISION INDUSTRIES LTD. 16.6% ③Makino Milling Machine Co.,Ltd. 16.6%

(10) Operating results and financial conditions for the latest fiscal year		
	Surviving Company	Company to be absorbed
Fiscal year	Year ended March 31, 2017 (Consolidated)	Year ended March 31, 2017
Net assets	¥1,369,457million	¥1,183 million
Total assets	¥1,564,769million	¥1,237 million
Net assets per share	¥7,031.79	¥197,218.02
Net sales	¥536,942 million	¥303 million
Operating income	¥153,217 million	¥46 million
Ordinary income	¥168,829 million	¥45 million
Net income (attributable to owners of the parent)	¥127,697 million	¥33 million
Net income per share	¥658.63	¥5,424.92

5. Outline of FANUC CORPORATION following the merger

Following this merger, there will be no change in the name of FANUC CORPORATION, the address of its head office, its representatives, its business scope, its paid-in capital or its fiscal year.

6. Outlook

The impact by the merger for the consolidated results of FANUC CORPORATION for the fiscal year ending March 31, 2018 is negligible.

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