

January 9, 2009

**FALCO biosystems Ltd.**

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President: Kenjiro Hirasaki

(Stock code: 4671, First Section, Tokyo Stock Exchange and Osaka Securities Exchange)

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### **Notice of Acquisition of Treasury Stock and Its Completion**

(Acquisition of treasury stock in accordance with the Articles of Incorporation pursuant to Article 165, paragraph 2 of the Companies Act)

FALCO biosystems Ltd. announces that the company has acquired treasury stock in accordance with Article 156 of the Companies Act as applied by replacing the specific terms therein pursuant to Article 165, paragraph 3 of the aforementioned act.

Through this market purchase, the acquisition of treasury stock based on the resolution passed at the Board of Directors Meeting held on November 5, 2008 has been completed. Details are as follows.

1. Total number of shares acquired: 0 shares
2. Aggregate purchase price: 0 yen
3. Acquisition period: from December 1, 2008 to December 31, 2008
4. Method: Market purchases executed on the Osaka Securities Exchange

(For reference)

1. Details regarding the resolution at the Board of Directors meeting held on November 5, 2008
  - (1) Type of shares to be acquired: company common stock
  - (2) Total number of shares to be acquired: up to 350,000 shares
  - (3) Aggregate purchase price: up to 350 million yen
  - (4) Acquisition period: from November 6, 2008 to December 31, 2008
2. Cumulative number of shares of treasury stock acquired until December 31, 2008, based on the aforementioned resolution details
  - (1) Total number of shares acquired: 30,500 shares
  - (2) Aggregate purchase price: 22,788,300 yen