

March 10, 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

(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.

Details are as follows.

1. Acquisition Criteria

- (1) Type of shares acquired: company common stock
- (2) Total number of shares acquired: 19,800 shares
- (3) Aggregate purchase price: 13,717,000 yen
- (4) Period: from February 17 to 28, 2009
- (5) Method: Market purchases executed on the Osaka Securities Exchange

2. Cumulative Number of Shares of Treasury Stock Acquired since February 17, 2009 upon the Passing of the Resolution at the Board of Directors Meeting

- (1) Total number of shares acquired: 19,800 shares (progress of purchase: 19.8%)
(0.2% of total number of shares issued and outstanding (excluding treasury stock))
- (2) Aggregate purchase price: 13,717,000 yen (progress of purchase: 13.7%)

(For reference)

Details regarding the resolution at the Board of Directors meeting held on February 16, 2009

- (1) Type of shares to be acquired: common stock
- (2) Total number of shares authorized to be acquired: up to 100,000 shares
(0.8% of total number of shares issued and outstanding (excluding treasury stock))
- (3) Aggregate purchase price: up to 100 million yen
- (4) Acquisition period: from February 17 to March 31, 2009