

An Announcement on Acquisition of Total Shares of the ednet AG(head Office,Germany) (Made a subsidiary company)

The ELECOM Co.,Ltd(with Head Office in Chuo-ku,Osaka, President, Junji Hada)is a company which boasts expansive business in developing, manufacturing, and sales of input equipment, supply goods, storage items, memory products and OA furniture etc in the field of personal computers and digital equipment related products in Japan and Asian, European countries. A meeting of the Board of Directors of the ELECOM Company, held on February 16, 2007 resolved to acquire the total issued shares of ednet AG, located in Sulzbach, Republic of Germany to make the company a subsidiary company of ELECOM and this is hereby announced to all those concerned.

1. Purport

Ednet has structured a sales network in regard to personal computer related products in Europe, centered in Germany and covering Holland, Switzerland, Austria, Belgium, etc. The present acquisition was decided with projections that it would become possible to expend sales of ELECOM Group products in Europe with reduced risk by making the ednet AG a subsidiary company.

At present, sales of ednet are limited to ednet brand products but hereafter, ednet will gradually handle and sell ELECOM Group products to expand sales of ELECOM Group products over the entire European market.

2. Company outline

	Acquiring company: ELECOM Co.,Ltd	Acquired Company: ednet AG
(1) Trademark	ELECOM Co.,Ltd.	ednet AG
(2) Location	1-1 Fushimi-machi 4 Chome, Chuo-ku, Osaka, Japan	Oberliederbacher Weg 36, Sulzbach, Germany
(3) Establishment	May 28, 1986	May 9, 2000
(4) Capital	¥664,840,000 (As of February 2007)	One million Euros (As of December 2006)
(5) Number of issued shares	16,193,200shares	1,000,000 shares
(6) Number of employees	316(As of March 2006)	30(As of December 2006)
(7) Business contents	Development, manufacture and sales of personal computers and digital equipment related products	Planning and sales of personal computer related products
(8) Consolidated subsidiary companies	4 companies (Japan(Tokyo),South Korea, China. Holland)	3 companies (Switzerland, Holland, Hong Kong)
(9) Consolidated sales	¥43,215,460,000(for the period ending March, 2006)	19,301,000(For the Period ending December, 2005)

3. Schedule for acquiring shares

February 16, 2007	Board of Directors meeting relating to acquisition of shares (ELECOM)
	Concluding of Agreement on transfer of shares
February 27, 2007	Date of acquiring shares(Planned)
	Extraordinary Shareholder's meeting (ednet) relating to change of organization*

*With acquisition of the entire shares of ednet by ELECOM Co.,Ltd. and becoming a 100% subsidiary of ELECOM, an Extraordinary shareholder's meeting of ednet is scheduled to be held on February 27, 2007, the date of share acquisition by ELECOM and with the approval for change of the Article of Association, it is planned to change the organization of ednet from a company limited to a limited company and change the name of the company to ednet GmbH.

For any questions on this announcement, please contact:

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