Notice Concerning Return of Substitutional (Past) Portion of Employees’ Pension Fund

The FANUC Employees’ Pension Fund enrolled in by FANUC CORPORATION, and received a notice dated October 1, 2018 to the effect that the return of the substitutional (past) portion of the Employees’ Pension Fund and the transfer to the FANUC Corporate Pension Fund were approved by the Minister of Health, Labor and Welfare.

Consequently, FANUC CORPORATION recognizes the extinction of the retirement benefit obligation related to the substitutional portion of the Employees’ Pension Fund incidental to such approval, as well as the gains incidental thereto, pursuant to paragraph 46 of the “Guidance on Accounting Standard for Retirement Benefits” (Accounting Standards Board of Japan Guidance No. 25). As a result thereof, we are planning to book 24,968 million yen extraordinary income, gains on the return of the substitutional (past) portion of the Employees’ Pension Fund, in the consolidated third quarter of the fiscal year ending March 2019. The final amount is currently being calculated and may fluctuate.

Furthermore, with respect to the extraordinary gain incidental to such approval, 21,304 million yen has already been included as the estimated amount thereof in the “Net income attributable to owners of parent” of the full-year “Consolidated Financial Forecasts for the Year Ending March 31, 2019” in the “Consolidated Annual Financial Results For the Year ended March 31, 2018” announced on April 26, 2018 and in the “Consolidated Quarterly Financial Results For the three months ended June 30, 2018” announced on July 25, 2018.