

8th May, 2007

Company Name:	Nifco Inc.
Head Office:	184-1 Maioka-cho, Totsuka-ku, Yokohama, Kanagawa Pref., Japan
Comp. Code no.	7988 (1st Board TSE)
Rep. Director:	Ryuji Watanabe, President
Contact Person:	Akira Nakamura, Director & General Manager, Administration Division (tel 03-5476-4850)

Notice concerning acquisition of treasury stock

(Acquisition based on the Company Articles of Association in accordance with Article 165-2 of the Commercial Code)

The Company would like to give notice that, by unanimous written consent of the Board of Directors in a document dated 8th May, 2007, it resolved to acquire some of its own shares based on Article 156 of the Commercial Code of Japan after applying the regulations of Article 165-3 of the Code.

Notes

1. Reason for acquisition

This acquisition is to provide shares to meet the requests for conversion of the Company's convertible bonds.

2. Details of the acquisition

(1) Type of stock to be purchased	common shares
(2) Number of shares to be purchased	Up to 820,000 shares (approx. 1.5% of the issued shares)
(3) Total funds available for purchase	Up to ¥2,200,000,000
(4) Period for purchase	From 10 th May, 2007 to 8 th June, 2007

(Reference) Treasury stock held as 7th May, 2007

Total of issued and paid-up shares (excluding treasury stock)	52,188,269
Number of shares held in treasury	1,566,208