



March 22, 2017

To whom it may concern

Company name	Harmonic Drive Systems Inc.
Representative	Akira Nagai, President & CEO (Stock code: 6324)
Inquiries	Kazutoshi Kamijo, Executive Officer (TEL. 03-5471-7810)

Notice concerning the completion of additional acquisition of shares in Harmonic Drive AG (Susidiarization)

As announced in our “Notice of acquisition (subsidiarization) of Harmonic Drive AG through acquisition of additional shares” dated December 16, 2016, we have resolved at our board of directors meeting the joint acquisition of Harmonic Drive AG, our equity method affiliate, with Innovation Network Corporation of Japan, and since then proceeded with the procedures required for this transaction. We are pleased to announce that we have completed the subject acquisition today.

1. Completion of the Procedure

The process to obtain necessary approvals in Germany was continuing as previously disclosed in our “Notice concerning the change of the share transfer date for acquiring additional shares in Harmonic Drive AG” dated March 7, 2017. As we recently obtained the subject approvals, we executed the share transfer today and thereby completed the process to make Harmonic Drive AG our subsidiary.

2. Future Outlook

For the effect of this transaction to our consolidated financial performance for the period ending March 2017, please refer to the “Notice concerning Posting Extraordinary Profits and Revised Forecasts of Financial Results” announced today.