

September 16, 2008

FALCO Biosystems Ltd.

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(Stock code: 4671, First Section, Tokyo Stock Exchange and Osaka Securities Exchange)

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Notice of Organizational and Personnel Changes

FALCO Biosystems Ltd. has announced that its Board of Directors today passed a resolution to conduct organizational and personnel changes to take effect on September 21, 2008, with details as follows.

1. Organizational Changes

In order to further enlarge the clinical testing business, our core business amid a dramatic change in the medical environment, our Company has decided to newly establish an IT Business Promotion Department and a Clinical Planning Promotion Department and change the name of the Business Promotion Department to the Clinical Testing Business Promotion Department and the IT Department to the System Department with the aims of clarifying the organizational functions of the Clinical Testing Business Division and improving our earnings capability.

2. Major Personnel Changes

Name	New Position	Previous Position
Kenji Yamazaki	General Manager, IT Business Promotion Department, Clinical Testing Business Division	General Manager, Clinical Testing Business Division
Eiji Okishima	Laboratory Director (General Manager), Central Laboratory, Clinical Testing Business Division	Laboratory Director (Assistant General Manager), Central Laboratory, Clinical Testing Business Division
Nobumasa Matsubara	General Manager, General Affairs Department, Corporate Planning Division	Deputy General Manager (Assistant General Manager), General Affairs Department, Corporate Planning Division