



News Release

JVC KENWOOD Corporation
<http://www.jvckenwood.co.jp>

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(Delayed) Announcement on Completion of Acquisition of North American Professional Wireless Systems Company (Conversion to Subsidiary)

JVC KENWOOD Corporation (JVCKENWOOD) is pleased to announce that, today (March 25 (March 24, local time)), JVCKENWOOD obtained 100% ownership of EF Johnson Technologies, Inc. ("EFJT"), a company focused on delivering mission-critical, digital P25 communications solutions to the North American market, from two U.S. investment funds ("Francisco Partners II, L.P." and "Francisco Partners Parallel Fund II, L.P.") which are managed by Francisco Partners Management, L.P., as described in the "Announcement of the Acquisition of North American Professional Wireless Systems Company (Conversion to Subsidiary)" issued on January 31, 2014. As a result of this acquisition, EFJT is treated as a consolidated subsidiary of JVCKENWOOD.

The cost of acquiring the 100% ownership is currently expected to be approximately USD 62.4 million (approximately JPY 6,378 million (*1)) although the amount will be finally determined after carefully examining the value as of the share acquisition date in accordance with the provisions of the share transfer agreement (*2).

Through the acquisition of EFJT, JVCKENWOOD expects to increase its P25 North American public safety and professional LMR system market share from the top 6 to the top 3.

JVCKENWOOD will use this opportunity to enter into the North American market as well as the markets of Europe, Asia, Latin America, and the emerging countries in order to expand its market share.

The impact of this share acquisition on the Company's earnings for the current fiscal year is insignificant, and the effect on the Company's earnings for the next fiscal year will be announced upon the closing.

*1: Translated at the exchange rate of USD 1 = JPY 102.21 (rate as of March 25, 2014).

*2: Exclusive of additional payments that may be required to be made in conjunction with the FY2014 order receipt performance.