

Canon Inc.
Chairman & CEO: Fujio Mitarai
Securities code: 7751
[Tokyo (First section) and other Stock Exchanges]

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Notice Regarding Delisting of The Third Series of Unsecured Convertible Debentures Due 2008

“The Third Series of Unsecured Convertible Debentures Due 2008” (the “Convertible Bonds”) issued by Canon Inc. (the “Company”) on November 24, 1993 has fell under the delisting criteria provided in article 4, section 2, clause 1 of the special rules regarding the securities listing regulations on convertible bonds, and therefore will be delisted as follows:

1. Reason for the Delisting

Due to advanced conversion of the Convertible Bonds into common stock, the outstanding amount of the Convertible Bonds, which is the total face value of the amount listed, has fell below 300 million yen on June 13, 2007. Since the outstanding amount of the Convertible Bonds falls under the delisting criteria of the Tokyo Stock Exchange and Osaka Securities Exchange, the Convertible Bonds will be delisted from both stock exchanges.

2. Delisting Date

July 16, 2007

Note: The Convertible Bonds issued by the Company will be assigned to the exchanges' pre-delisting section from June 16, 2007 to July 15, 2007 where trading can be conducted until July 13, 2007, and delisted on July 16, 2007.

3. Items in regard to the Convertible Bonds

(1) Name	The Third Series of Unsecured Convertible Debentures Due 2008
(2) Outstanding Amount	177 million yen (as of June 13 , 2007)
(3) Conversion Price	998 yen
(4) Securities Issued	Common stock

Note: Based on a resolution of the Company's Board of Directors meeting held on May 11, 2006, a stock split has been made on July 1, 2006. Accordingly, from July 1, 2006, the conversion price has been adjusted to 998 yen.

4. Future handling of the Convertible Bonds

Although the Convertible Bonds will be delisted on July 16, 2007, the date of maturity and the expiry date of the conversion period in regard to the Convertible Bonds are December 19, 2008 and December 18, 2008, respectively. Even after the delisting of the Convertible Bonds, based on prescribed procedures, conversion into listed common stock until the expiry date of the conversion period is possible.