



CORPORATE REPORT 2010

Editorial Policy

Based on our principle of “contributing to the realization of a sustainable society through our profession”, this report is devised with considerations given to the three aspects of “company”, “environment” and “society”. In terms of the company aspect, a summary is provided to facilitate easy understanding of the principle activities of the company group’s business

[Period covered by this report]

From April 1, 2009 to March 31, 2010

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Company Overview

The Asahi Holdings Group complies in good faith with the demands of its customers and society in order to fulfill its responsibilities as a sensible industrial group.

Management Philosophy



3

Group Slogan

V11: Toward Change and Creation

The first three years from the establishment of Asahi Holdings is the “period of new company establishment” and everyone within the company group is working together as one toward the next stage — reform and creation.



Message from CEO

Contributing to the realization of a sustainable society through business development

An Environmental Century

Since our establishment in 1952, we have been working toward contributing to the wider society through business activities with the themes of “effective use of resources” and “protection of the earth’s environment”. The various types of environmental issues faced by the human race today make us even more aware of the finite nature of the earth’s resources and we feel the growing importance of providing the various services including recycling and waste treatment that are central to our group business. We earnestly take on the mission of realizing a sustainable society in the new era and will continue to work toward making our group business activities useful to ensure a lasting society.

The “second business establishment” in Times of Global Financial Crisis

In April 2009, we began a brand new start by adopting a holdings company system to become the Asahi Holdings Group. Although we are sailing right into global financial crisis, we see it as a “second business establishment” during such dire times and the entire group is working toward obtaining new business opportunities and reducing costs. While the foggy future of the global economy remains unclear, I am aware that the most important management issues will be how to strengthen our business basis at a time like this and build a foundation for the leaps in the future. The 5th Medium-Term Management Plan devised last year is also being revised and we are working hard toward a higher goal.

In addition, as part of our strategy for future growth in the precious metals recycling business area we are now constructing new plants in Amagasaki city (Hyogo prefecture, Japan) and in the suburbs of Seoul (South Korea). Not only that, but in March this year we concluded a joint-venture contract with a local influential enterprise in Guangdong province, China. In the area of environmental protec-

tion business, we helped establish JW Glass Recycling, a subsidiary of Japan Waste Corporation in December last year. By continuing the M & A and such alliances, we have decided to expand a one-stop solution system regarding waste treatment. Our future plans include maintaining sound and stable profitability and financial foundation, proactively making investments with considerations given to the growth area and overseas markets, and realizing continuous business growth and improvement of corporate value.

Toward Realizing Profits with Balance between Stakeholders

The management of the group on the whole is built upon the relationships with our various types of stakeholders, regardless of what kind of relationship, securing one of our management philosophies of “enterprise continuity” is particularly important. For that reason, it goes without saying that we strive to thoroughly follow laws and moral principles; we also implement company-wide monitoring for strengthening our internal control in order to discover potential risks at an early stage. In addition to that, we relentlessly seek to improve the mobility and transparency of our management, aiming to establish a management system that can respond to the changes of the times. We will continue to make efforts on a daily basis and hope to be an enterprise group that can be trusted always as a member of the society.

Mitsuharu Terayama
Chief Executive Officer
May 2010

CORPORATE GOVERNANCE

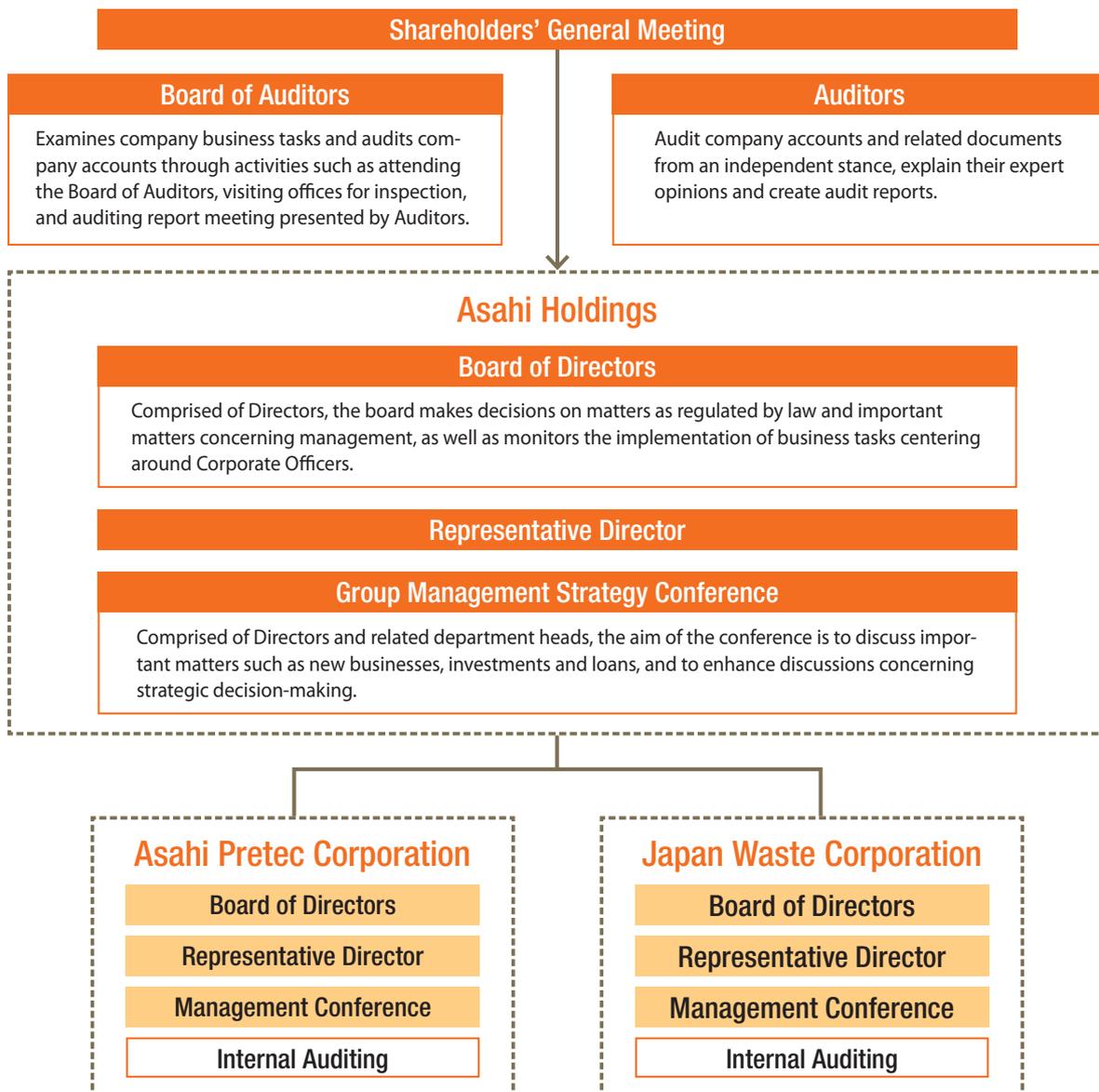
We aim to realize even stronger group governance and promote risk management by taking the opportunity of our conversion to a holding company.

Philosophy Regarding Corporate Governance

Asahi Holdings, being a holdings company, is at the center of the group's governance and carries the weight of the strategic functionality of the entire group, as well as acting as a compact organization to implement the tasks of risk management and responding to external accountability.

As operating companies, Asahi Pretec Corporation and Japan Waste Corporation advance projects through rapid decision making and optimal structures for executing operations that are suited to the characteristics of each sector, with the aim of strengthening their competitiveness and enlarging their earning capacity. Both companies strive to maximize corporate value for all of their stakeholders by fulfilling their respective duties.

Group Governance Structure



Establishing a System for Internal Control

We are working toward establishing internal control within the group by instituting rules and regulations (such as the Board of Directors Regulations, the Board of Auditor Regulations, the Corporate Officers Rules, the Internal Inspection Rules and the Internal Control Rules) as well as a management system that follows the Financial Instruments and Exchange Act.

In addition, an Outside Director has been allocated within the group since June 2009, with an independent board member being assigned to the holdings company since March 2010. We will be making efforts to continue adopting external viewpoints to further enhance our corporate governance.

Risk Management

Asahi Holdings itself retains risk management functions for the group as a whole. It conducts risk determinations, evaluations, and countermeasures for business activities with the goal of anticipating and preventing risks in advance to the maximum extent possible, as well as minimizing economic and social losses when said risks develop into hazards. We are working to fulfill our social responsibility and earn the trust of stakeholders through the proper application of risk management.

Compliance

Waste-related businesses are regulated by administrative approval and license where law-abiding awareness and behavior are extremely important norms. Asahi Holdings Group has set in place compliance regulations and manuals, and also carries out initiatives to constantly diffuse and thoroughly ensure a law-abiding awareness through employee education venues for all employees and venues for mutual communication among employees.



Education on the personal information protection policy

The Group Ethics Plan Serves as the Judgment Criteria for Employees

Officers and employees are called upon to conduct themselves with a spirit of legal compliance and with an ethical outlook in their decision-making and actions. On this account, the company provides specific examples suited to everyday work situations and strives to have our officers and employees both understand and implement our Group Ethics Plan.

Setting in Place Internal and External Contact Points for Matters which Run Counter to the Legal Compliance and Public Interest

In order to find and take action against any illegal or improper deeds or practices in our company as soon as possible, we have been providing an internal report scheme called the "Asahi Hotline," which has a contact point at an external law firm. We have also set up an internal contact point which accepts anonymous reports. With regard to the notified matters, the company has set in place a system for conducting investigations and taking corrective actions, with sufficient consideration given to the protection of privacy of both the accuser and the accused. The installation of this contact point is displayed on the top screen of the company's Intranet to make every employee aware of it.

GROUP OVERVIEW

We are expanding business activities on the recycling of precious metals and environmental protection, thereby contributing to the protection of the earth's environment.

Asahi Holdings, Inc.

● Company Profiles

Established: July 1952
 Incorporated: April 2009
 Capital: 4,480 million yen
 Representative: Mitsuharu Terayama
 Head Offices: Nissay Sannomiya Building 16F
 4-4-17 Kano-cho, Chuo-ku, Kobe, Hyogo Prefecture
 650-0001, Japan
 Sapia Tower 11F
 1-7-12 Marunouchi, Chiyoda-ku, Tokyo
 100-0005, Japan

Number of employees (consolidated): 1,192

URL: <http://www.asahiholdings.com>

(As of April 2010)

List of Officers:

CEO: Mitsuharu Terayama
 Director: Yoshikatsu Takeuchi
 Director: Tomoya Higashiura
 Director: Tsutomu Sakurai
 Director: Yukio Tanabe
 Outside Director: Shoji Morii
 Outside Auditor: Sumiaki Ariumi
 Outside Auditor: Teigo Kobayashi
 Outside Auditor: Kazuhiko Tokumine

(As of June 17, 2010)

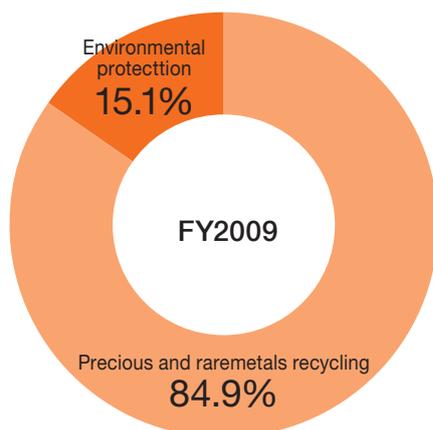


Kobe Headquarters



Tokyo Headquarters

● Component Ratio of Group Sales by Business Segment



Asahi Pretec Corporation

● Company Profile

Business line: Precious metals / rare metals recycling and industrial waste treatment

Representative: Mitsuharu Terayama

Headquarters: Nissay Sannomiya Building 16F
4-4-17 Kano-cho, Chuo-ku, Kobe, Hyogo Prefecture
650-0001, Japan

Sapia Tower 11F
1-7-12 Marunouchi, Chiyoda-ku, Tokyo
100-0005, Japan

Number of employees: 910

URL: <http://www.asahipretec.com>

<Domestic Business Footholds>

Research laboratory: Techno-Center

Plants: Saitama, Amagasaki, Kobe, Ehime, Fukuoka, Kitakyushu, Kitakyushu Hibiki

Recycling centers: Saitama, Chiba, Amagasaki

Offices: Sapporo, Aomori, Sendai, Niigata, Kitakanto, Kanto, Yokohama, Kofu, Shizuoka, Nagoya, Hokuriku, Kobe, Okayama, Hiroshima, Shikoku, Fukuoka, Kitakyushu, Kagoshima, Okinawa

<Overseas Bases>

Asahi G&S Sdn. Bhd. (Malaysia)

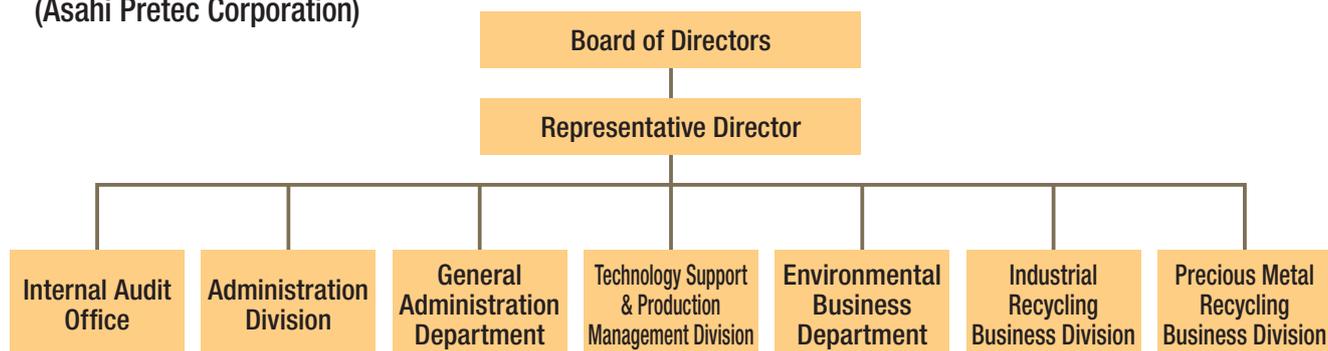
Shanghai Asahi Pretec Co., Ltd.

Asahi Kanfort Environmental Management Co., Ltd.

Asahi Pretec Korea Co., Ltd.

(As of April 2010)

● Company Organization Chart (Asahi Pretec Corporation)



Japan Waste Corporation

● Company Profile

Business line: Environmental protection
(Industrial waste treatment and other environmental protection businesses)

Representative: Yoshikatsu Takeuchi

Headquarters: Nissay Sannomiya Building 16F
4-4-17 Kano-cho, Chuo-ku, Kobe, Hyogo Prefecture
650-0001, Japan

Sapia Tower 11F
1-7-12 Marunouchi, Chiyoda-ku, Tokyo
100-0005, Japan

Number of employees: 266

URL: <http://www.japanwaste.co.jp>

<Subsidiaries>

Nihon Chemitech Co., Ltd. (HQ: Kawaguchi, Saitama Prefecture)

JW Glass Recycling Co., Ltd. (HQ: Koto-ku, Tokyo)

Fuji Rozai Co., Ltd. (HQ: Ota-ku, Tokyo)

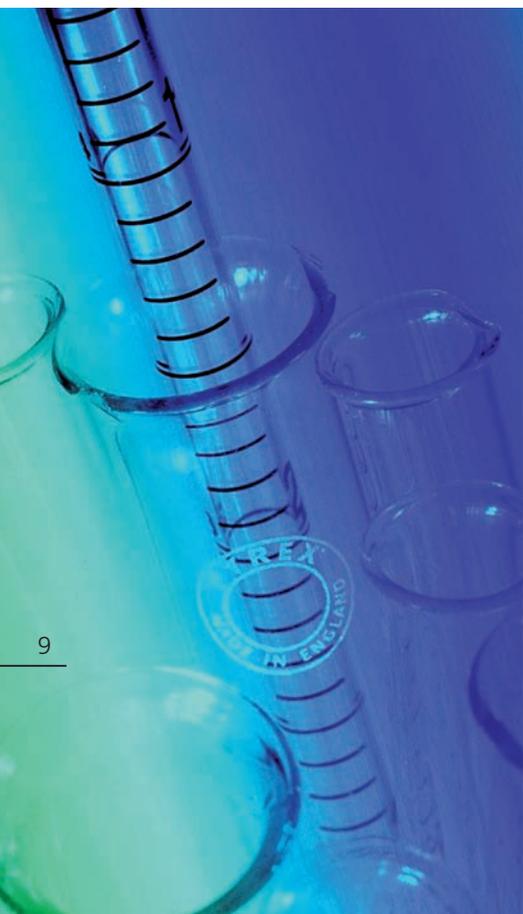
Sansho Co., Ltd. (HQ: Yokohama, Kanagawa Prefecture)

Shioiri Kenzai Co., Ltd. (HQ: Nagano, Nagano Prefecture)

Iyotec Co., Ltd. (HQ: Akashi, Hyogo Prefecture)

Taiyo Chemical Co., Ltd. (HQ: Kagoshima, Kagoshima Prefecture)

(As of April 2010)



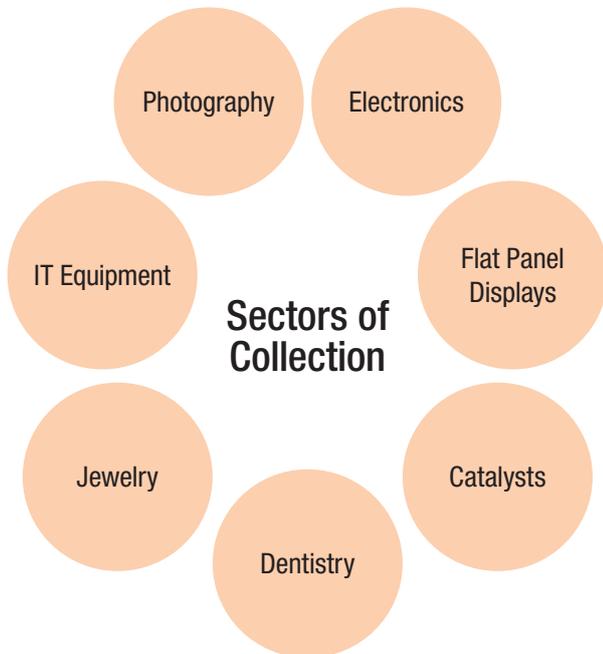
Utilizing Effectively the Limited Resources to Contribute to the Earth and Society.

With Asahi Pretec Corporation at the core, we collect and recycle scraps containing precious and rare metals found in various industries and products.

We contribute to the effective use of resources and the development of industry by means of reproducing precious and rare metals such as gold, silver, palladium, platinum, and indium as metal products that are indispensable to advanced manufacturing.

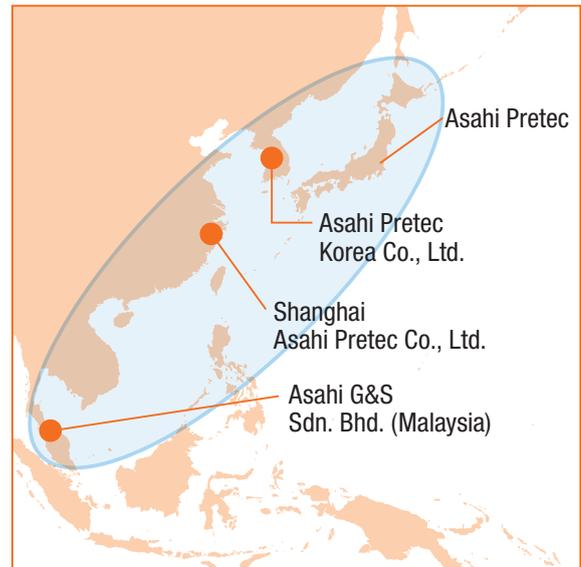
Precious Metal Raw Materials are Recovered from Wide Array of Sectors and Regions.

By utilizing our unique technology and know-how, as well as business networks in and outside of Japan, we efficiently collect and recycle precious and rare metal resources from various industrial areas



such as electronics, flat panel displays, monitors, catalysts, dentistry, jewelries, information equipment and photography.

● Business Network



Our Reliable Quality Receives High Accolades from Japan and Overseas.

Asahi Pretec is a regular member of the Japan Gold Metal Association and its gold, silver, platinum and palladium metals are recognized as brand products for the delivery supply of the Tokyo Commodity Exchange. Not only that, its metals are highly regarded in the

global market for their reliable quality, with gold and silver being recognized by the London Bullion Market Association (LBMA), and platinum and palladium being certified by the London Platinum and Palladium Market (LPPM) as good delivery bars.

TOPICS 1

Construction of a New Plant in South Korea

Within 2010 a new plant will be constructed in South Korea, where global manufacturers from areas ranging from semiconductors, flat panel displays, electronic components, etc. come together.

With the further expansion of the electronics business overseas, we will expand its know-how in the dentistry area accumulated in Japan to overseas.



Rendering of the plant in South Korea

TOPICS 2

Conclusion of a Joint-Venture Contract with a Local Influential Enterprise in China

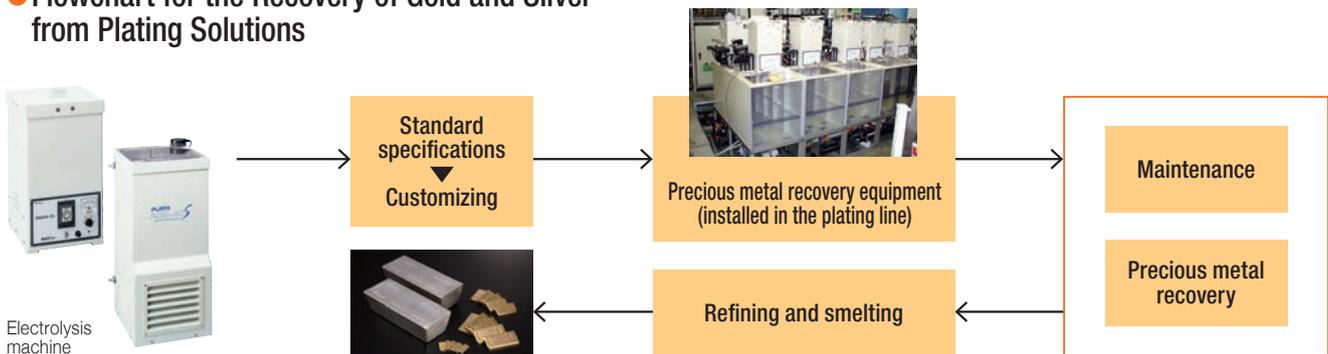
Shanghai Asahi Pretec Co., Ltd. (wholly owned subsidiary of Asahi Pretec) and Kanfort Industrial (Jiangmen) Precious Metals Co., Ltd. (subsidiary of the Kanfort International Holdings Limited) have concluded a joint-venture contract to establish in Jiangmen City of Guangdong Province the company Asahi Kanfort(Jiangmen)Environmental Management Co.,Ltd. for developing the precious metal recycling business in China.

Electronics

In the electronic materials field, we meet the requirements for the recovery and recycling of precious and rare metals that are discharged from the manufacturing processes for computers, electronic parts used in cell phones and other devices, and printed circuit boards, with distinguished technology. For the plating treatment field, we have been engaged mainly in the recycling of precious metals contained in plating solutions.

We propose various collection systems to meet the needs of user production lines, such as our uniquely developed electrolytic precious metal collection devices ZIPANG and PLATA. Along with the recovery of precious metals like gold, silver, and palladium, we also provide environmentally friendly recovery technology for rare metals and the like, which includes recycling, water treatment and reuse.

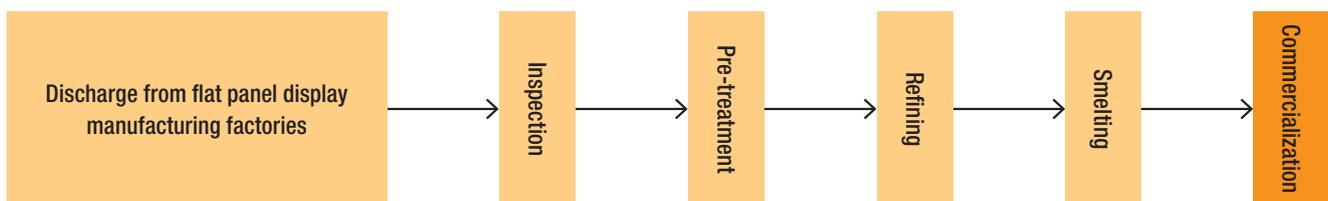
● Flowchart for the Recovery of Gold and Silver from Plating Solutions



Flat Panel Displays

Indium, silver and other metals are used in flat panel displays used in LCD or plasma televisions, etc. As the flat panel display market is said to maintain a high growth rate over a medium term, the recycling of precious and rare metals is becoming more of a vital issue.

Asahi Pretec is working to recycle these precious and rare metals through our proprietary advanced technology.



Catalysts

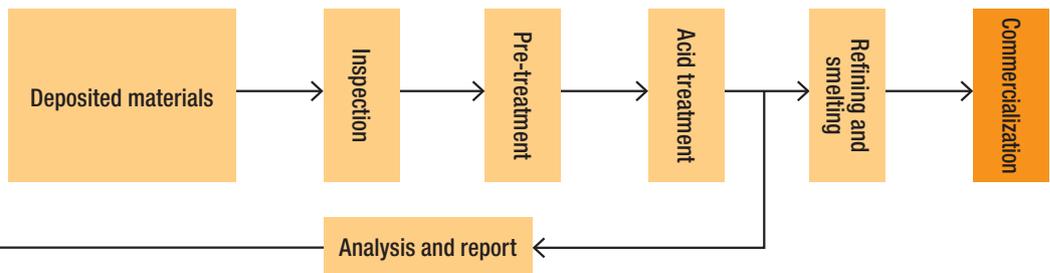
In the area of catalysts, precious metals are used as automotive catalysts under environmental regulations concerning exhaust fumes set forth in the Air Pollution Control Act, the NOx • PM Act for automotive area, and other laws. We are making efforts to recycle precious metals from automotive catalysts, chemical catalysts, etc. utilizing our unique technology know-how.



Automotive catalysts

Dentistry

Removed tooth crowns and cast chips from dental clinics and dental laboratories are valuable precious metal resources. With our unique management system, Asahi Pretec conducts dual/triple cross checks on each process to improve the accuracy of the analyzed values and shorten the period of analysis.



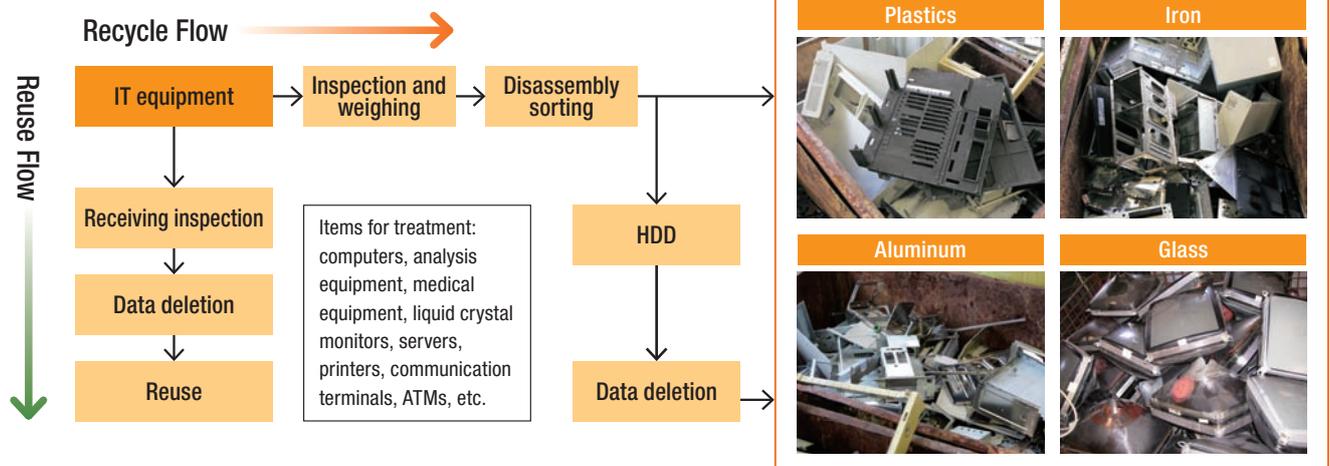
Jewelry

With thorough individual control, an advanced analytic grade, and precious metal refining technology, we have achieved a high recovery ratio for buffing powders, electrolytic polishing solutions, and cutting dusts that are disposed of by jewelry manufacturers and processors. We are subcontracted by organizations in the jewelry manufacturing industry for "precious metal scrap collection and analysis," and Asahi Pretec's many years of proven performance have earned the profound confidence of all of our customers.

IT Equipment

Computers and other IT equipment are collected from the offices, factories, data centers throughout nation and consigned to our processing centers for optimum material recycling by disassembling and sorting into various parts and material which contributes

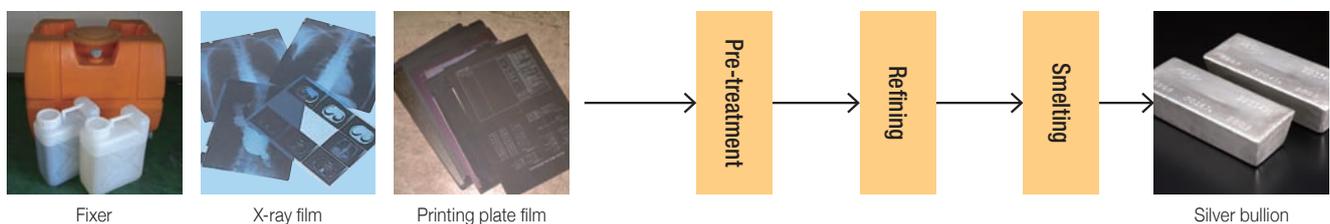
to reducing environmental burden. We take responsibility to ensure information security and prevent leaking of corporate and personal information through measures such as implementing complete erasure of HDD data.



Photography

We collect photographic effluents, X-ray film, and printing plate film that are disposed of by photographic developers, medical institutions, printing plate makers, and others, and then recycle the silver

and detoxify the remaining solutions. Film cases, cartridges, and medicine bottles are also recycled as raw materials after being compressed and crushed to achieve zero-emission material recycling.

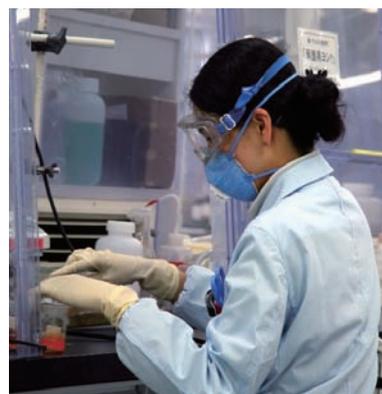


RESEARCH & DEVELOPMENT

1. R & D

We strive to create new products and new businesses by always being the first to understand needs, applying accumulated elemental technologies and developing new technologies.

- (1) Technology for separating, refining and analyzing precious and rare metals.
- (2) Precious metal molding and refining technology.
- (3) Applied electrolysis technology.
- (4) Environmental protection and resource recycling technology.



2. Analysis

As Asahi Holdings Group's core analysis function, we support a diversity of corporate activities using the latest analytical equipment and high-level analysis technology. In addition, we steadily maintain and further the trust of our customers and client companies.

- (1) Development of new analysis technologies.
- (2) Technical guidance for analysis groups at each plant and sales office.
- (3) Purity analyses of precious metal products and dental alloys.
- (4) Environmental analysis of issues such as factory wastewater discharges.
- (5) Environmental measurement certification.



Inductively Coupled Plasma Mass Spectrometer (ICP-MS)

3. Production Technology

Using cutting-edge technology, experts from each business area design, produce, construct and provide maintenance of facilities in domestic and overseas subsidiaries, helping to support safe and stable operation of the facilities.

- (1) Designing, production, construction and maintenance of facilities and buildings.
- (2) Maintenance control of existing facilities.
- (3) Installation of precious metals collection facilities for our customers and after-sales service.

TOPICS Putting Technology-Related Divisions Together at the Techno Center and Constructing a New Test Building.

Since the inception of the Techno Center in 1998, we have been using the center for our own research development and analytical technique development. In September 2009, the Manufacturing Department and the Environment & Safety Management Department of our Kobe headquarters, as well as the Production Technology & Engineering Department of the Kobe Office were transferred to the Techno Center. In addition, the new test building has effectively allowed the R&D Department to conduct demonstration experiments and the Production Technology & Engineering Department to develop facilities.

This gathering of the departments has provided an opportunity to further strengthen the organic linkage of all technical divisions, thus allowing quality improvement and technical innovations.



ENVIRONMENTAL PROTECTION BUSINESS



We are Working Towards the Realization of a Sustainable Material-Cycle Society as an Expert of Waste Treatment.

We perform the detoxification and appropriate disposal of various types of waste to contribute to resolving global environmental issues. We respond to our customers' variegated needs by offering the proprietary technology which our Group companies have cultivated over many years in their respective fields.

WE OFFER TOTAL SOLUTIONS REGARDING INDUSTRIAL WASTE AND SPECIALLY CONTROLLED INDUSTRIAL WASTE.

Asahi Holdings Group boasts the largest business network in the field of industrial waste management. With business centers located throughout Japan, we offer dedicated services to our customers.

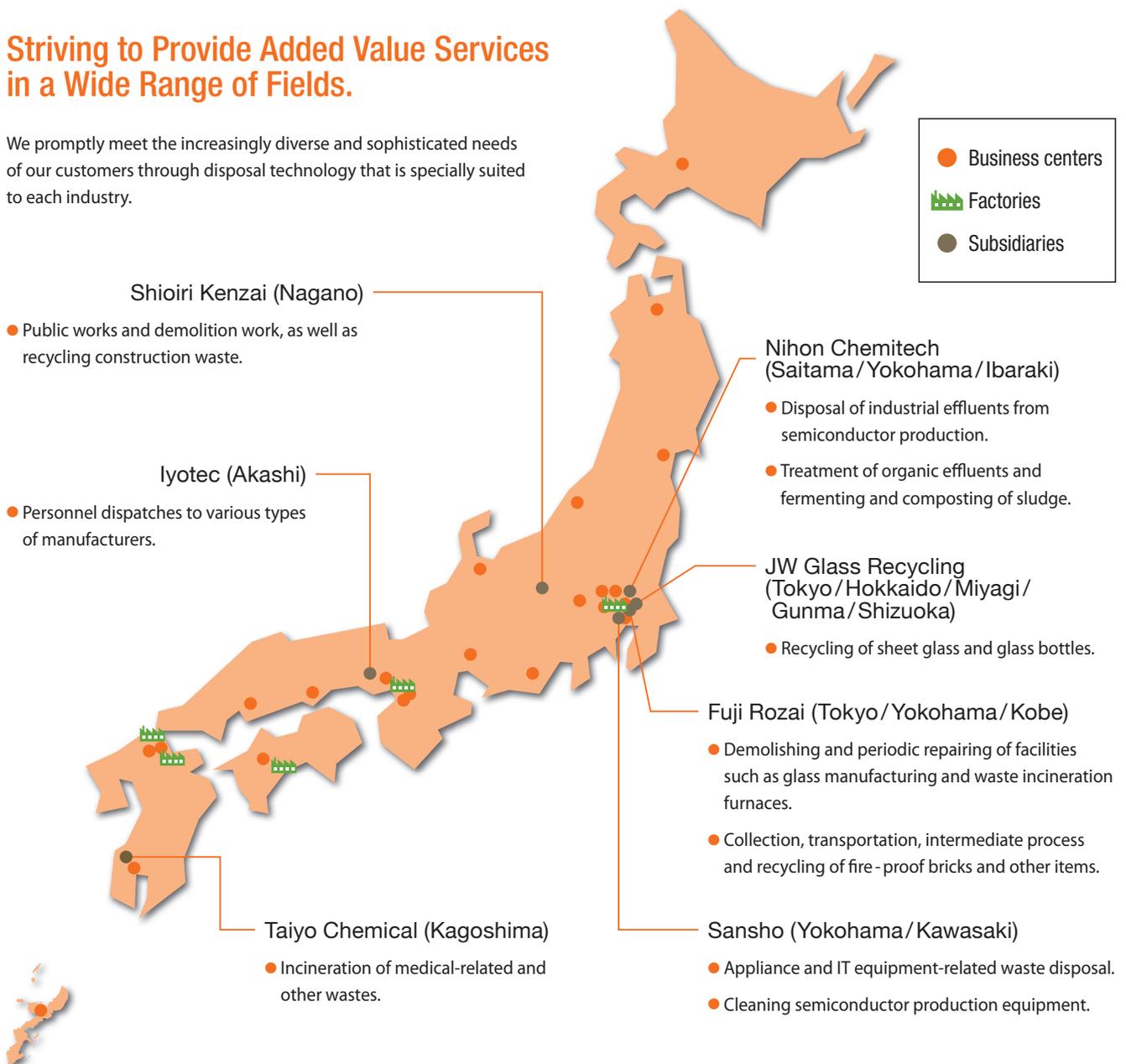
Acquisition of Licenses by Our Group

- Operating permit to collect and transport industrial waste
47 prefectures and 62 government ordinance cities
- Operating permit to dispose of industrial waste
15 prefectures and 10 government ordinance cities
- Operating permit to collect and transport specially controlled industrial waste
47 prefectures and 62 government ordinance cities
- Operating permit to dispose of specially controlled industrial waste
12 prefectures and 8 government ordinance cities

(As of March 31, 2010)

Striving to Provide Added Value Services in a Wide Range of Fields.

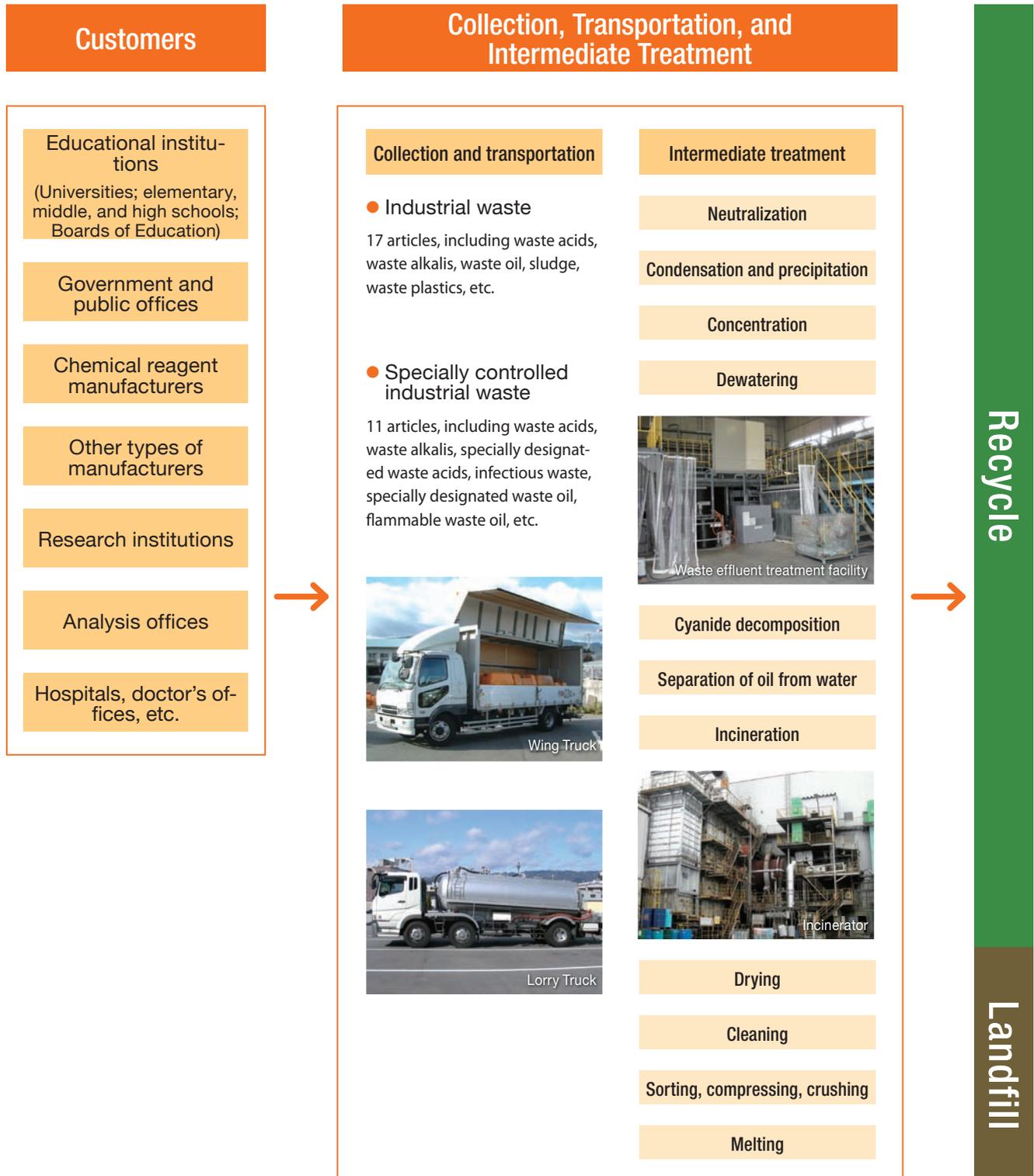
We promptly meet the increasingly diverse and sophisticated needs of our customers through disposal technology that is specially suited to each industry.



Aiming to Realize One-Stop Solutions for Waste.

We have acquired permission for the collection, transportation, and intermediate treatment of most articles of industrial waste and specially controlled industrial waste, and have created a structure that allows us to dispose of such waste appropriately and promptly.

Furthermore, we are promoting the establishment of distinguished detoxification and disposal technology and a zero-emission system for industrial waste by realizing one-stop solutions within our group.



Treatment of Specifically Hazardous Waste Acid, Waste Alkaline and Sludge

It is necessary to adequately treat wastes acid/alkaline discharged from factories and business offices and waste reagents used at laboratories of universities or private enterprises. With a thoroughly devised safety management system, the Asahi Holdings Group harnesses the technologies cultivated over the long years to treat such waste materials at dedicated lines at each plant and detoxifies. Waste test reagents, in particular, are collected with every bottle separately packed in plastic bag to prevent mixing. In addition to that, the containers are classified and stored as regulated by the classification standard of our company group, implementing measures to prevent the occurrence of abnormal chemical reaction during collection, transportation and storage. In case of waste reagents with unknown content due to test chemical bottles without labels, we analyze them and provide adequate treatment support.



Packing



Waste reagents treatment facility

High-Speed Microbial Treatment of Waste Acid/Alkaline and Sludge

When it comes to waste liquids from factories and business offices, the liquids are detoxified using our unique technology and microbial treatment (purified until the level reaches below the discharge standard) after hazardous substances (even when containing nitrogen and phosphorus) are removed and before being discharged.

Energy consumption and carbon-dioxide emissions, in particular, are lower compared to other treatment processes.

On the other hand, the neutralization of waste liquids and dewatered sludge (of copper, iron, zinc, etc.) are effectively used as material for things such as metal refining and land reclamation. Non-recyclable sludge is disposed of in landfills.



Main Recycling

● Recycling of Fire-Proof Bricks

Disused fire-proof bricks from furnace demolishing and periodic repairing work, such as glass manufacturing and waste incineration furnaces, or fly ashes produced during replacement of bag filter for the dust collector are finely separated after hazardous substances (heavy metals and dioxins) are analyzed and treated with an aim to achieve high recycling rate of these as fire-proof bricks and paving material.



● Recycling of Glass

We collect sheet glass, glass bottles and other products from glass manufacturers, sash manufacturers, municipalities and so forth. The sheet glass scraps and glass bottles collected are sorted and crushed at our plants, before being recycled and sold as high-quality glass cullet. Materials that cannot be reused as raw glass material are recycled as paving material. We are helping to prevent the exhaustion of mineral resources and reduce environmental burdens through glass recycling.

● Recycling of Organic Sludge

Organic waste liquids from food systems and sludge discharged from food manufacturing factories and restaurant chains are neutralized and dewatered. The filtered liquid is treated with microorganisms to detoxify (purified until it reaches the level below the discharge standard value), before being discharged into the sewer.

Sludge is turned into compost at fermentation and maturing plants turning it into recycled fertilizer for effective use by farmers.

● Cleansing of Hazardous Wastes

We cleanse hazardous wastes attached to semi-conductor manufacturing devices and all kinds of laboratory equipment used by semi-conductor manufacturers, electronic component manufacturers and research laboratories. After the cleansing treatment, the devices and equipments are then divided by material type and recycled in order to reduce environmental burdens.

For the Environment

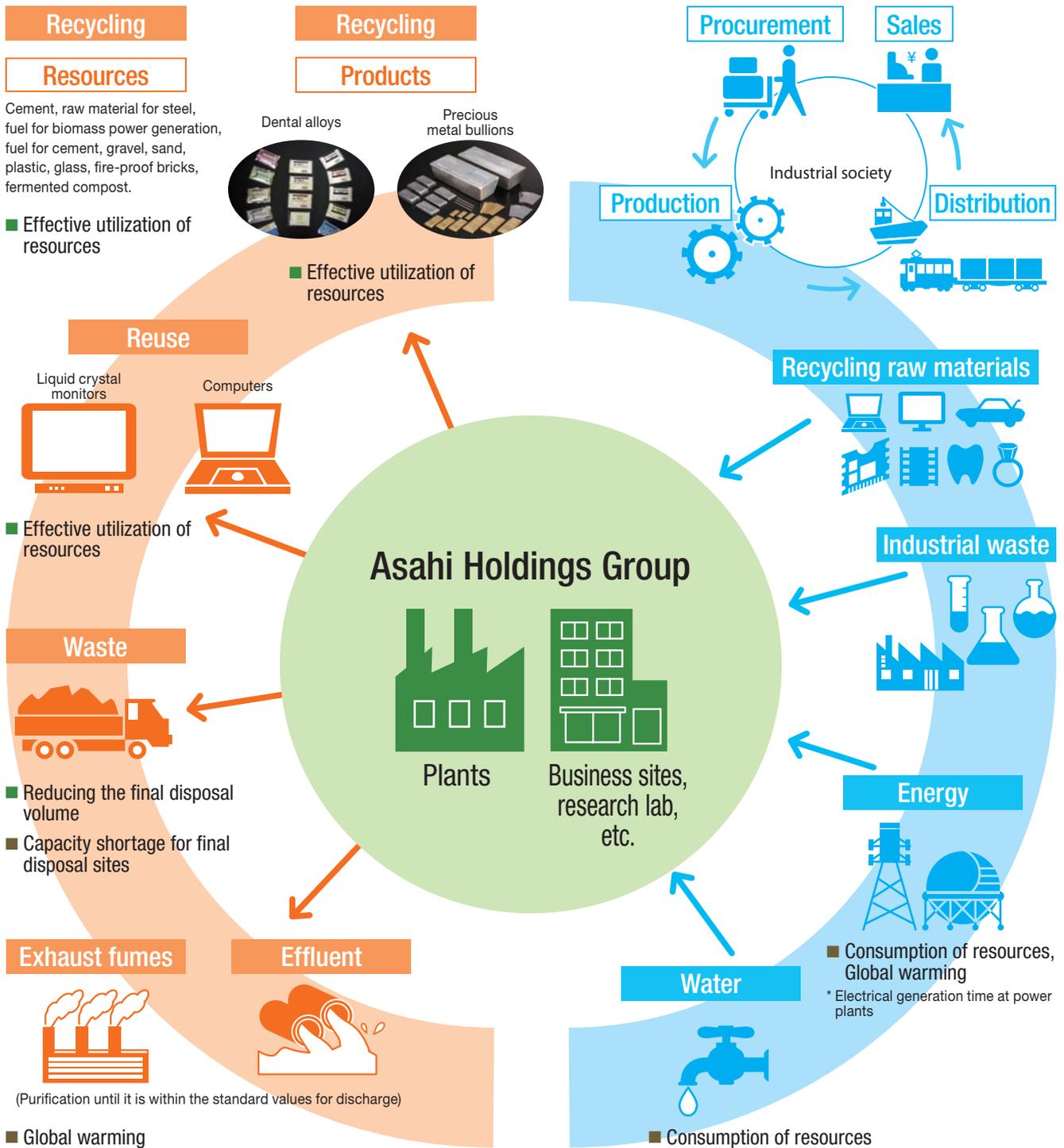
Asahi Holdings Group has formulated and implemented policies to address conservation activities for the global environment, and aims for sustainable development harmonious with the environment.

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ENVIRONMENTAL IMPACT RESULTING FROM BUSINESS ACTIVITIES

This indicates the INPUT of the resources and energy needed for our group's business activities, as well as OUTPUT in the form of the environmental impact produced through our business activities.



Environmental Performance

The energy, resources (water), chemicals, and so on used in our precious metal recycling and environmental protection business activities are listed as INPUT, while the environmental burdens given off from conducting business activities with the substances in the form of INPUT are listed as OUTPUT data.

INPUT

	Unit	FY2006	FY2007	FY2008	FY2009
Electricity	MWh	15,892	18,942	22,503	21,960
Heavy oil	kℓ	1,410	2,433	2,406	1,466
Kerosene	kℓ	574	569	541	379
Light oil	kℓ	2,823	2,746	2,804	2,965
Gasoline	kℓ	632	704	804	848
Urban gas	1,000 m ³	784	700	684	527
Water	1,000 m ³	206	253	366	345
Chemical, etc.	t	20,082	21,336	17,347	13,293

OUTPUT

	Unit	FY2006	FY2007	FY2008	FY2009
CO ₂ emissions* ¹	t	21,653	25,233	27,355	24,466
Effluent* ²	1,000 m ³	252	250	245	208
Waste	t	23,700	24,848	20,886	16,644

*¹: Calculated in accordance with the Law Concerning the Promotion of the Measures to Cope with Global Warming in 2009.

*²: Purified until it is within the standard values for discharge.

Environmental Accounting

For the promotion of environmental management, we have introduced environmental accounting starting in FY2005 and publicly disclose costs related to environmental protection. These are prepared in line with the Environmental Accounting Guidelines of the Ministry of the Environment.

● Environmental Protection Costs

(Unit: million yen)

	Category	Contents of major initiatives	Expenses	Investments
1. Costs within the business area	(1) Cost of preventing pollution	Control and maintenance of gas emission facilities, water drainage, and so on.	417.04	28.28
	(2) Cost of protecting the earth's environment	Energy saving (Decreasing electric consumption, improving fuel-efficiency for vehicles, and so on.)	8.55	9.47
	(3) Cost of recycling resources	Entrustment of industrial waste treatment	214.19	25.48
2. Upstream and downstream costs		—	0.00	0.00
3. Cost of management activities		Management activities of ISO14001 Preparation of Corporate Report	59.70	5.48
4. Research and development costs		Improving efficiency for the precious metal refining process Decreasing the landfill disposal volume	85.47	0.00
5. Cost of social activities		Clean up activities in the neighboring communities	4.42	0.00
6. Cost of handling environmental damage		—	0.00	0.00
Total		—	789.37	68.71

GLOBAL WARMING PREVENTION EFFORTS

The Japanese government has announced the goal to reduce 25% of greenhouse gasses compared to the amount in 1990 by the year 2020. We are working proactively toward meeting that goal by establishing a “CO₂ Reduction Office” to promote measures of reducing greenhouse gasses.

Cutting GHG emissions by 25% or greater by 2020 from 2008 levels.

Major Policies

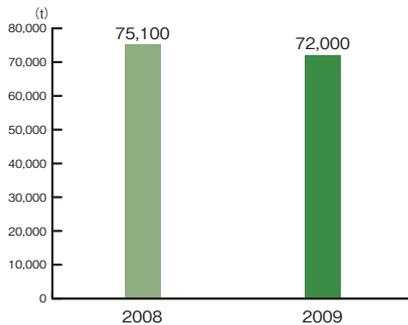
- ① Effective use of wastes (alternative use of fossil fuel).
- ② Updating energy efficient machines, facilities and buildings.
- ③ Effective use of wasted heat from incineration furnaces.
- ④ Introduction of photovoltaic generation.

The results of this fiscal year's efforts are as follows.

● Transition of Greenhouse Gas Emission Volume

We calculated the volume of greenhouse gas emission from energy sources (electricity, fossil fuels) and non-energy sources (from incineration of industrial wastes).

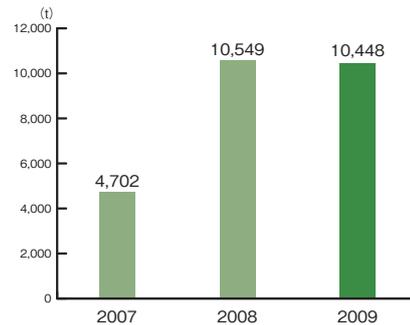
<Transition of greenhouse gas emission volume>



● Greenhouse Gas Emission Volume from Industrial Waste Furnaces

The volume of CO₂ created during the incineration of industrial wastes is calculated by following the Law Concerning the Promotion of the Measures to Cope with Global Warming.

<Transition of greenhouse gas emission volume from industrial waste furnaces>



The volume of CO₂ emission increased as a result of being given a large industrial waste furnace in FY 2007.

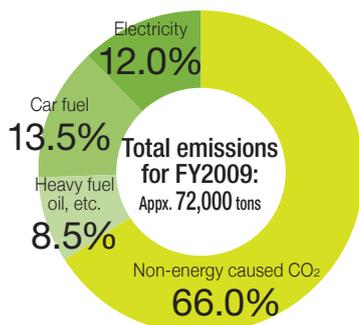
● Greenhouse Gas Emission Volume Details

Calculated using energy sources*1 and non-energy sources*2.

*1: CO₂ created when use of energy such as electricity and fossil fuel takes place.

*2: CO₂ created when wastes are incinerated and methane gas created during sewage treatment.

<Greenhouse gas emission volume by origin of cause>

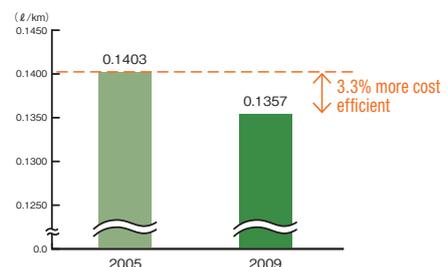


The emission coefficient given under the Law Concerning the Promotion of the Measures to Cope with Global Warming is used to calculate greenhouse gas emission volume. For CO₂ emission from wastes, the emission coefficient is used by calculating from the analysis value of wastes per category in the Wastes Disposal and Public Cleansing Act.

● Car Fuel

We have numerous vehicles in service and are making efforts to promote energy efficiency as the assigned transporter. With fuel cost reduction through the introduction of digital tachograph and better transportation efficiency through using more efficient collection routes, we continue to achieve fuel cost reduction of over 3% compared with the data yielded in FY 2005, prior to the introduction of digital tachograph.

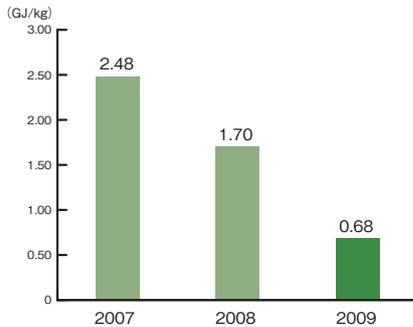
<Comparison of vehicle fuel costs>



● Basic Unit of Energy (Fossil Fuel) Consumption with Industrial Waste Furnaces

Basic unit of energy consumption per ton during industrial waste incineration has showed a substantial continued decline as a result of being given a large industrial waste furnace in November 2007 and reducing fossil fuel by separation of waste incineration.

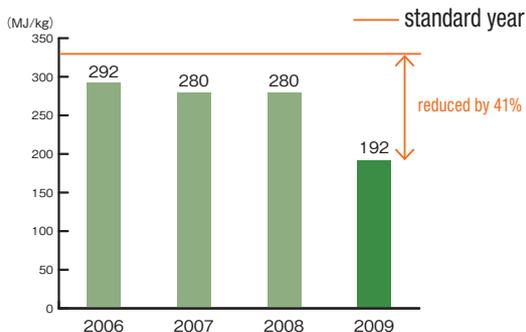
<Basic unit of energy consumption in industrial waste furnaces>



● Basic Unit of Energy Consumption in Precious and Rare Metals Recycling Business

Basic unit of energy consumption increasingly reduced due to a change in the composition of the production volume of precious and rare metals in FY2009.

<Basic unit of energy (electricity, fossil fuel) consumption with precious and rare metals recycling>



● Participaing in “CO₂ Minus Project”

We have participated in “CO₂ Minus Project” since 2009, which National Federation of Industrial Waste Management Associations has advocated the independent guidelines. Members control emissions of greenhouse gasses in the year 2010 at the same level as the year 2000.



● Actual Examples of Energy-Saving Efforts at Each Plant

<Actual examples of energy-saving efforts in FY 2009>

Plant	Details	Volume of greenhouse gas reduction*
Kita-Kyushu	Reduction of Class-A heavy fuel oil by 15% and electricity by 20% through better sorting of wastes and energy efficient incineration	2,090 t/year
Fukuoka	Reduction of 48,000kWh through cycling of water discharged from the chiller and concentrated operation.	27 t/year
Kita-Kyushu Hibiki	Class-A heavy fuel oil basic unit reduced by 20% through adequate management of the amount of air conditioning.	41t/year

*: Conversion of energy (electricity and fossil fuel) reduction volume into CO₂ emission volume.

● Trial Introduction of LED Lighting

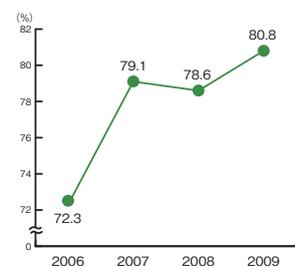
LED fluorescent lights were introduced at the Techno Center office as a trial. The practicality of LED lighting is evaluated in regard to the brightness, effects on working conditions and other aspects.



● Efforts to Improve Recycling Rate

We have achieved 80% of recycling rate in FY 2009 as a result of our efforts in recycling various types of wastes.

<Recycling rate>



● Accessible Energy Saving

A useful energy saving guide (published by the Energy Conservation Center, Japan) for use at a plant, in the office and at home is made available to everyone via our in-house information network, supporting the efforts being made at each of our business centers.



REDUCTION OF ENVIRONMENTAL BURDEN THROUGH BUSINESS ACTIVITIES

Results of Our Group's Environmental Burden Reduction (FY2009)

We evaluated the major businesses and tasks of the company group to see how much of the environmental burden in the society as a whole has been reduced through our business activities. The subjects of the evaluation were the two business divisions for precious metals recycling and environmental protection, implementing at our plants and offices activities to save resources and make calculations in regard to (1) the reduction volume of natural resources, (2) the volume of recycling, (3) the volume of controlled greenhouse gas emissions, (4) the effects of reduction of final disposal, and (5) the effects of fossil fuel reduction.

Business process	Precious metal recycling	IT equipment recycling	Construction waste recycling	Treatment of effluent	Treatment by incineration	Freon detoxification treatment	Fermenting and composting	Photovoltaic power generation	Fuel production for energy generation	Recycling of glass and bricks	Reducing of external burdens on the environment	Volume (thousand tons / year)
Reduction of environmental burden												
Saving exhaustible natural resources	●		●							●	●	3,092
Recycling			●	●			●		●	●		340.8
Reduction of greenhouse gases	●					●		●			●	91.5
Minimization of the final disposal volume	◆	◆	◆		●		●		●	●		86.1
Saving fossil fuels					●			◆	◆			7.0

Results of reducing the final disposal volume: Covers the quantity by which the volume of waste brought to us (excluding waste oil, waste acids, and waste alkalis) is reduced (the quantity that could avoid controlled landfill disposal) as a result of going through our waste treatment process.

● : Calculated by weight
◆ : Not targeted for numerical evaluation

1. Results of Saving Exhaustible Natural Resources

3,092.0 thousand tons / year

Through recycling all kinds of raw materials, we are cutting back on the amount of natural resources (precious metals, non-ferrous metal ores, gravel, sand, agalmatolite, quartz sand, plaster, forests, etc.) that are being mined or felled, thus contributing to the protection of the global environment.

● Precious Metal Ores (Precious Metal Recycling)



Recycling materials containing a lot of precious and rare metals contributes to saving mineral resources, such as precious metal ores.

● Gravel (Construction Waste Recycling)



Materials such as sand, gravel and backfill soil are recycled from construction wastes like concrete waste.

● Timber (Construction Waste Recycling)



Wood chips made from wooden construction waste are used as a carbon-neutral fuel in place of fossil fuels.

2. Recycling (Including Reused Products)

340.8 thousand tons

Various industrial wastes are treated for reuse as raw materials, with the following major recycled/reusable products being manufactured.

*: Raw materials in parenthesis.

● Fermented Compost (Food Waste)



11.9 thousand tons/year

● Gravel, Sand (Construction Waste)



69.0 thousand tons/year

● Wood Chips (Construction Waste)



1.7 thousand tons/year

● Fire-Proof Bricks (High-Temperature Furnace Waste)



3.1 thousand tons/year

● Fuel for Cement (Plastic Waste)



3.5 thousand tons/year

● Metal Scraps (Construction Waste, OA Equipment)



2.1 thousand tons/year

● Rivers* (Waste Liquid, Food Waste)



209.0 thousand tons/year

● Glass Cullet (Bottles, Waste Sheet Glass)



40.5 thousand tons/year

*: Water discharged from waste treatment facilities

3. Results of Reducing Greenhouse Gases

91.5 thousand tons

We are making contributions to help reduce greenhouse gas emission through business activities such as the collection of precious metals, glass, fire-proof bricks and CFCs.

*: Subject of evaluation: gold, silver, palladium, platinum, indium, glass and fire-proof bricks.

● Gold

Amount of CO₂ emitted from mine production 100%

Amount of CO₂ emitted from our company's recycling production 14.3%

5. Results of Saving Fossil Fuels

7.0 thousand tons/year

By effectively utilizing the thermal energy retained by waste (waste oil, waste plastics, etc.) for the incinerator we are able to reduce the fuel (heavy oil) needed for incineration.



Kitakyushu Hibiki Plant



Kitakyushu Plant

4. Results of Minimizing the Final Disposal Volume

Waste reduction volume: 27.1 thousand tons

The final disposal volume (landfill disposal) can be reduced by incinerating waste.



6. Reduction of External Environmental Burdens

665.3 tons/year

We are making efforts to reduce environmental burdens created outside of the company, such as by cutting back on the amount of materials purchased (chemicals, printing paper, etc.) and changing the route for outsourced transportation of wastes. The effects are converted into the volume of CO₂.

Subject	Content	Amount Reduced
Raw chemicals	Reducing chemicals by 571t.	249t/year
PPC paper	Managing copying and PC printing via software; reducing 854,000 sheets of A4 paper.	1.36t/year (forest resource: 0.85t)
Transportation route	Altering final disposal site and changing the transportation route from Tokyo » Kita-Kyushu to Tokyo » Chiba and Fukushima.	415t/year (ship/car fuel: 160kl)

ENVIRONMENTAL MANAGEMENT

Environmental Policies

We will contribute to the environmental protection of the earth and establish a sound material-cycle society through the company's businesses on recycling of precious and rare metals and industrial waste treatment.

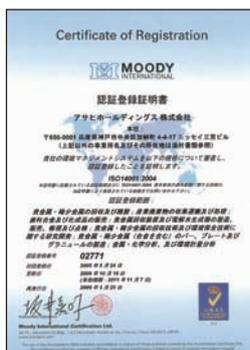
- (1) In all business activities we will strive to conserve resources and energy and reduce, reuse, and recycle waste to minimize the environmental burden.
- (2) We will promote the recycling of resources of precious and rare metals to achieve a more effective use of the limited resources of the earth.
- (3) We will adequately and safely perform our operations for the collection, transportation, and treatment of industrial waste to prevent environmental pollution.
- (4) We will prioritize a harmonious coexistence with nature and regional communities. We will strictly follow the relevant environmental laws and regulations and other requirements which we recognize.
- (5) We will establish environmental objectives and targets and periodically review them to continue improving our activities.
- (6) We will educate all our employees and increase their environmental awareness as members of the community, promote their understanding of environmental protection activities, and participate in such activities.

These environmental policies shall be conveyed to all of our employees and all those working for the company and announced to the public as our commitment.

ISO14001 Approval

The Asahi Holdings Group has obtained comprehensive ISO approval for the 10 centers including the 6 large centers of Asahi Pretec.

In addition, 4 companies and 7 centers related to Japan Waste have also individually obtained the approval.



ISO14001 Authentication Certificate

Environmental Management Promotion System

Our “Company-wide Environmental Purpose/Goal (annual plan)” is devised based on the Environmental Policy that establishes our environmental protection philosophy.

With this established, the business offices which have acquired ISO 14001 approval, set the “Center Environmental Purpose/Goal (annual plan)” and implement environmental protection activities closely related to their business tasks. Furthermore, the Environment Committee of each center abides by the regulations set by the environmental law, revises plans and examines environmental education, etc. and provides reports to the management. While the ISO Office controls the environmental management system (EMS), an environmental protection supervisor is assigned for each business office as an aim to implement thorough promotion of environmental activities.



ISO14001 Environmental Audits

Regular inspections are carried out on the state of compliance with specifications by an external examining authority for ISO14001 activities. Moreover, internal environmental audits are conducted at least once a year at business sites in order to ensure that EMS is being properly administered.



An internal environmental audit

For the Society

We continue making our social contributions through various activities as a good corporate citizen that should coexist in harmony with society.

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WITH OUR CUSTOMERS

We make efforts to provide detailed responses to the wide-ranging needs of each of our customers under our motto that “customers come first.”

Initiatives to Improve Customer Service

● Customer Satisfaction Surveys

We periodically conduct Customer Satisfaction Surveys. We survey the level of satisfaction with our business activities as a whole, and then improve upon problem areas based on the results of the reports. Hereafter, we will continue conducting periodic surveys and working to improve customer satisfaction.

● Providing Information to Customers

We publish the “Asahi Bulletin” primarily for our customers involved in the dental sector. Columns on the supply and demand situation for precious metals and on Medicare are posted to the Asahi Bulletin in the interest of providing information.



Asahi Bulletin

● Initiatives Concerning Fair Trade

We have established the Group Ethics Plan, and prohibit our officers and employees from having any connection with corruption or anti-social powers.

Asahi Holdings Group Ethics Plan (Excerpt)

■ Removing incitements for personal profit and securing corporate profit

- With regard to purchase and other transactions, employees shall not exert influence designed to impede the adoption of optimal business clients in terms of price, quality, or the delivery term, and cannot act as a proxy for clients

■ Moderate business dining, entertainment, and gifts

- Employees shall neither request nor receive money from clients and customers
 - Employees shall not provide money or gifts which constitute a bribe to clients and customers
 - As a general rule, employees require prior permission from their superiors when both receiving and offering meals and business entertainment, and the locations and contents of such meals and entertainment should not be expensive

■ Emphasizing safety, the environment, and local communities

- Employees shall not have any connection nor engage in any type of transaction whatsoever with anti-social powers or activities

Quality Assurance System

We hold a Quality Assurance Meeting that is led by the Quality Assurance Division through an amalgamation of our Sales Division, Technology Development Division, and Product Manufacturing Division. Through this meeting we share information such as customer opinions and market trends in our efforts to improve customer satisfaction.

In addition, in order to provide customers with products that earn their reassurance and satisfaction, we have acquired ISO9001 and strive to make continuous improvements to our quality management system, while also maintaining and improving upon our quality. Furthermore, Asahi Pretec also makes efforts to reduce the environmental burden while giving consideration to “green procurement” and the Restriction of Hazardous Substances (RoHS) Directive, which is a European regulations on chemical substances.



ISO9001 Certificate

Acquisition of ISO 9001 approval

Asahi Pretec Co., Ltd.
 Techno Center
 Fukuoka Plant
 Ehime Plant
 Saitama Plant

Our Risk Management on Information Leakage

By thoroughly banning the taking copies and bringing duplicates outside the company (via information storage media), we have further strengthened our internal and external information risk management. We employ security measures features such as a lock function on computers used by sales representatives to ensure that the computer cannot be easily operated in the unlikely event that the computer is lost or stolen. In addition, we provide a data deletion service at our Recycling Centers located in Saitama, Chiba, and Amagasaki for the sake of countermeasures against data leakage accompanying the disposal of computers, thereby contributing to personal information protection through our business activities.

WITH LOCAL COMMUNITIES

We are expanding its business activities nationwide, and the support and understanding of local residents are indispensable. In order to continue being as a good corporate citizen who can coexist with the society, the Asahi Holdings Group carries out grass roots activities in local communities and contributes to society in various ways.

Introduction of Some Activities

● Efforts for a Clean Environment

The Suma Beach located to the west of Kobe city is not only a symbol of Kobe, but also a beach for swimming that makes use of the only natural coastline in the Hanshin (Osaka and Kobe) region. In order to protect the fantastic coastal scenery there, local residents, businesses, schools and administrations came together to work as one to clean up the beach before and after the swimming season. Our employees who work at offices nearby also participate every year with their families to clean up the beach prior to the opening of the official swimming season.



● Participating in Local Traditional Events

At Taiyo Chemical, employees participate as volunteers in "Myoen-ji mairi", a historically traditional event in Kagoshima prefecture, with great excitement. In addition to the usual offering of water and distribution of the event pamphlets to visitors of the event, this year our employees took advantage of their special skills to decorate the yagura towers erected along the Satsuma Kaido road. Their efforts to pave the ground around the yagura with stones, handmade signs and street maps were greatly enjoyed by the visitors.



● Training for International Technical Cooperation

The Kitakyushu business office was requested by the Kitakyushu International Techno-cooperative Association to provide training concerning waste treatment business to JICA technical trainees from Southeast Asia. Participants were young environmental administrative officers working with environmental policies and waste management by the industrial sector in their own countries. They were attentive to explanations about regulations stipulated by Japan's environmental law and our plant's waste management system.



Social Contributions Through Business Activities

We agree with the purpose and support the activities of the 8020 Promotion Foundation for the 8020 Campaign (a campaign to still have over 20 of one's own teeth upon reaching the age of 80). We also recycle the removed teeth crowns collected by dental clinics that agree with the purpose of the cooperating organization for reproducing precious metals such as gold and palladium. The net profits obtained from sales of these precious metals are made available as funds to assist the activities of various cooperating organizations.

<Major organizations that our company assists>

- The 8020 Promotion Foundation



- The Japan Cleft Palate Foundation, a Specified NPO

(Provides medical assistance to children with oral handicaps such as cleft lips and palates)



- Medecins Du Monde Japon, a Specified NPO

(Provides medical assistance to people suffering from wars and natural disasters)



Medical assistance by Medecins Du Monde

TOPICS

Exhibiting at the Kyushu Dental Show

We participated at the 2009 Kyushu Dental Show held at the Marine Messe Fukuoka in June. At our booth we provided information concerning our recycling technology and products in the area of dental materials to visitors from the dentistry world. By exhibiting at such specialized shows, we are promoting our company activities and disseminating the importance of recycling awareness.



WITH OUR EMPLOYEES

Our aim is to create happy workplaces infused with a sense of motivation and solidarity that respect individuality and enable self-refinement through work under the management philosophy of “Respect for Human Dignity/Capability.”

We promote a variety of initiatives designed to elicit the strengths possessed by each individual employee to the greatest extent possible and apply this to work, and to enable them to tackle their work with a sense of challenge and job satisfaction.

Creating an Environment Where People Can Work with Peace of Mind

Work-Life Balance

Living one’s life by utilizing the abilities to full extent while striking a balance between challenging, rewarding work and a fulfilling personal life is not only important to employees, but to the company as well. There are a wide variety of important values in one’s personal life, such as family, health, sports, and hobbies, which vary depending on each individuals. Our company offers support which allows employees to strike a balance in their personal and working lives.

● Refresh Holiday

This is a system whereby employees can take three to five days of continuous holiday time every year beginning in their second year. This makes it possible to take nine days of continuous vacation time if weekends are included, which can be used for travel with family or hobbies.



● Managing Working Hours

Aiming for suitable workloads and working hours, we conduct personal interviews with every employee and have created a system to manage actual working conditions with a view to the work-life balance of each and every employee. We also provide guidance individually on improving one’s working environment.

● Mental Healthcare

It is said that stress from work or daily-living related anxieties or worries is spreading in our modern society.

At Asahi Holdings, we believe that mental health is a vital key to our employees’ productivity and the improvement of their vitality, and work with industrial medical professionals with expertise on mental healthcare to provide individual consultations and preventive seminars. In addition, efforts are made toward comprehensive health management and seminars concerning better health through medical viewpoints are given whenever necessary.



Individual Consultaion



Disease Prevention Seminar

● Childcare Leave

We assist employees for the birth and childcare, and support working patterns that are suited to their lifestyle through childcare leave and short-time work.

● Employee's Opinion Surveys

We conduct an Opinion Survey on all our employees once every three years. This survey is conducted in order to objectively grasp the employees' level of satisfaction in the company, and the results of the survey serve to further vitalize the organization and its human resources.

● Employment of Disabled Persons

Employees with disabilities engage in the same types of work that physically unimpaired employees do at our workplaces.



Employees having a pleasant conversation during break time (Amagasaki Recycling Center)

● Supporting Company Club Activities

The Asahi Holdings Group supports the Golden Fighters, the group's American football club team. We hope you will continue to support and cheer for the team.



Communication between colleagues and with clients is enhanced through club activities such as baseball and futsal.



Fostering Human Resources

Basic Philosophy Regarding the Fostering of Human Resources

We strive to have professional human resources which value expertise within every rank and line of work within the company. We provide initiatives like our unique qualification scheme and internal education curriculum, as well as voluntary small group activities which are known as Asahi Small Group Activities (ASG Activities). Furthermore, we have seven courses of action (mindfulness of profits, CS, information, cooperation, CSR, growth, and risk) which adopts a results-oriented personnel system that fairly and impartially evaluates the degree to which each and every employee contributes to business performance. As such, we endeavor to foster human resources with a fighting spirit.

● Employee Training Program

Our company provides education suited to the employees' level of proficiency from the time they join the company (Entrance Training, Step-up Training, Power-up Training), as well as education and training for selective human resources by rank (Junior Leader Training, Manager Training, Leader Training). In addition to which we also

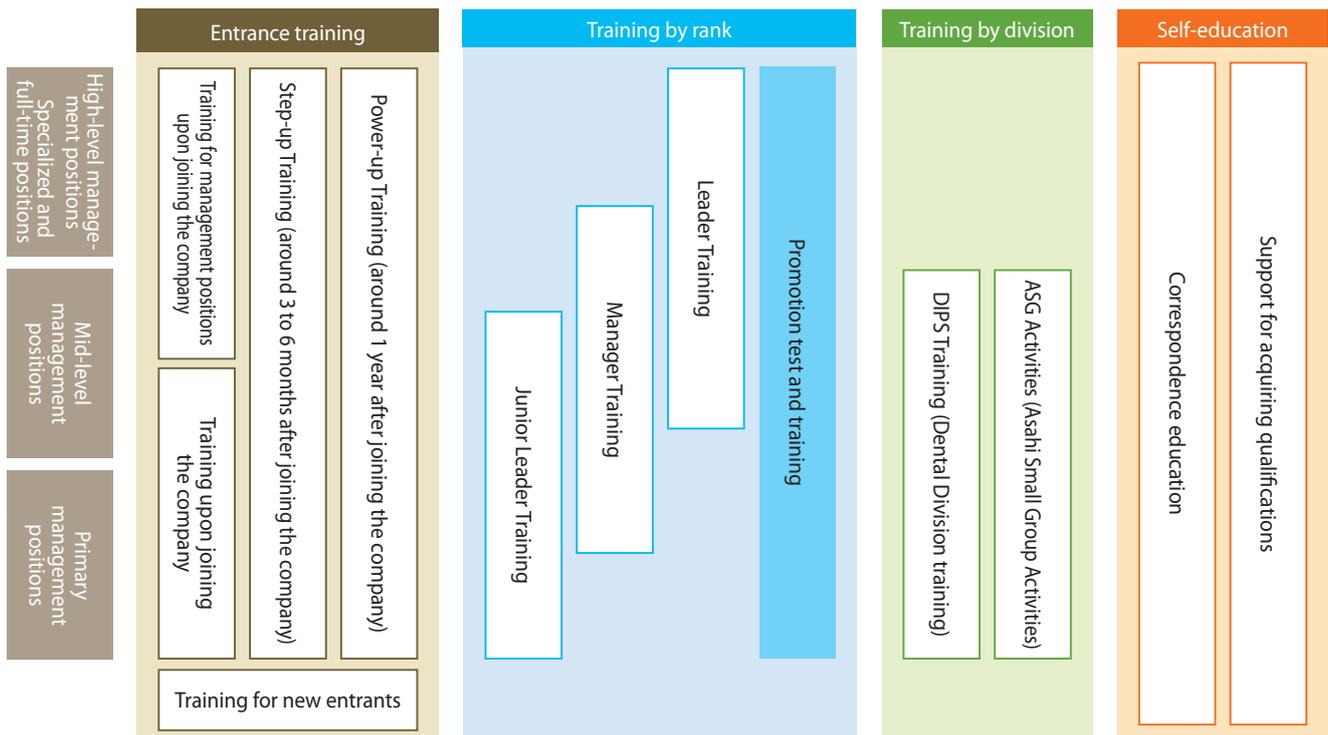
instill each individual with the practical knowledge needed by professional human resources through training by division and technical ability education. We have also established training programs which make it possible to nurture specialized capabilities.



Step-up Training



Power-up Training

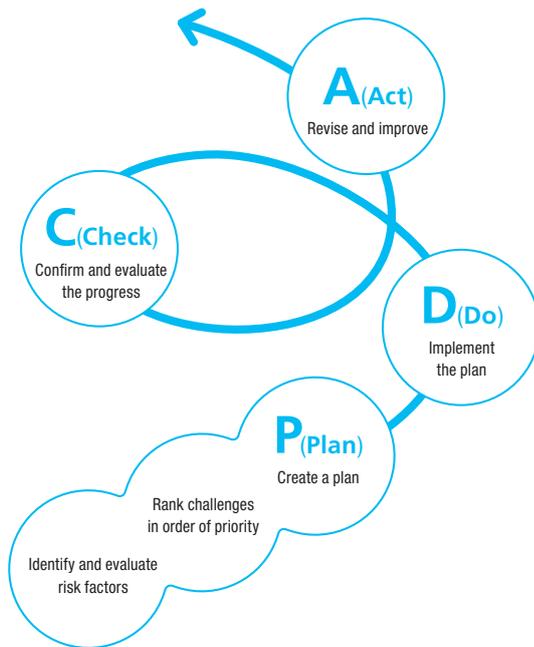


Promoting Safety and Health Activities

Initiatives for OSHMS

It is essential to nip disasters in the bud by focusing on the innumerable risks latent in the workplace and reducing such risks in advance so as to reduce the number of disasters. Our company aims to improve the safety and health standards of our workplaces by incorporating the reasoning behind the Occupational Safety and Health Management System (OSHMS*) and reducing risks.

Our OSHMS is based upon reducing workplace risks by repeatedly applying the PDCA Cycle. This is a sequential cycle which runs from "establishing a plan" based on assessments of factors contributing to risk and hazards (Plan) -> "implementing the plan" (Do) -> "evaluating the results of the plan" (Check) -> "revisions and improvements based on the evaluation" (Act).



*: Occupational Safety and Health Management System

Environmental Safety Education

Environmental safety education is conducted as part of the Human Resource Fostering Program in the employee training system described above, and teaches things like a frame of mind for safely conducting work and basic knowledge of hazardous substances. Furthermore, we also incorporate into this role play-type education which holds group discussions by envisioning specific emergency situations, such as how you should react if a fire were to break out during working hours. We also contrive of means to enable individuals to correctly understand the actions that should be taken at the actual work site.



Environmental safety education

In terms of on-site support, on-the-job training (OJT) is provided by specialized staff concerned with health and safety at our sales and plant sites. We strive to improve health and safety in workplace environments by means of safety instruction to workers and persons in charge.



Plant training

Responding to Emergencies

By way of safety measures at plants, our company seeks out risks regarding our business activities, decides on a "Safety Promotion Director" for each work site, and takes preventive measures. In addition, we have set in place a structure for promptly responding to any problems in the event that something should occur. Furthermore, as a means of responding within the company and outside the company when emergencies occur, we have completed the "Emergency Response and Management Manual." We have also distributed "Accident and Disaster Response Procedures," which contain essentials for responding to accidents and disasters when they initially occur, and have mandated that every employee must carry these with them at all times.

Holding General Meetings of Employees

We hold general meetings of employees every year. At the general meetings of employees a number of different activities are held, including a message from CEO, presentations on the previous term's performance and priority issues for the current term from the various division directors, ASG presentations by selected teams, and discussions between top management and employees.



General meeting of employees

Safety Commendation Activities

Every year, we strive to enhance awareness of safety by holding activities to commend business sites and employees who have made a contribution to safety management at general meetings of employees.



Safety commendation

Creating Vital Workplaces Through Small Group Activities

We implement what we call Asahi Small Group Activities (ASG Activities) with voluntary participation from employees within the same workplace. Through these activities, participants use their creativity to work toward solving issues and problems within their workplace. Groups with outstanding efforts are awarded at the employee general assembly.

INTERVIEW Taking Part in ASG Activities

The main theme of our team, the Yokohama Sales Office B-Team, was to come up with ways of solving issues pertaining to cost reduction. Of what we came up with, our efforts to catalog complicated equipment for easy viewing and to devise detailed documents concerning industrial wastes have received high appraisal. When you look at the effects of our

cost reduction effort you might think each effect is insignificant. However, since the effort was expanded to all national sales offices, the effects have been tremendous. More than being awarded for our efforts, I am proud and overjoyed to know that we were able to bring good influences to the company as a whole.



Masami Igarashi
ASG Activities B-Team group leader
Yokohama Sales Office

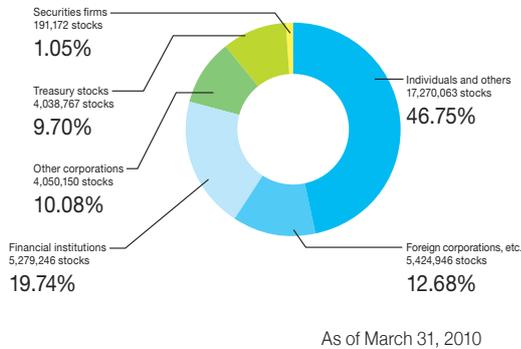
WITH OUR SHAREHOLDERS AND INVESTORS

We are proactively promoting growth strategy and striving to improve corporate value and provide stabilized returns to our shareholders through business development.

Shareholder Composition

The total number of our shareholders as of the end of March 2010 was 11,338. When it comes to the stock distribution status by holder, individuals and others hold 46.75%, foreign corporations and others hold 12.68%, financial institutions hold 19.74%, other corporations hold 10.08%, treasury stocks hold 9.70%, and securities firms account for 1.05%.

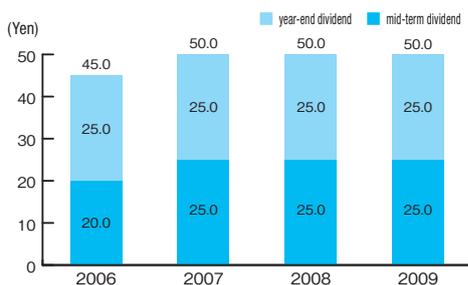
Stock Distribution Status by Holder



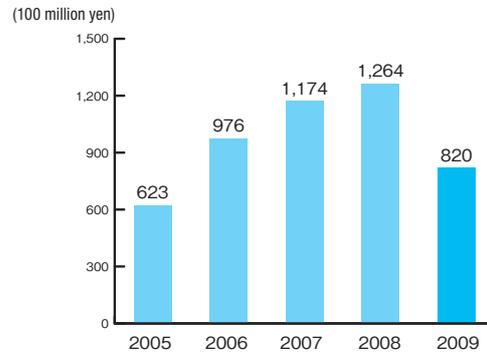
Basic Philosophy on Shareholder Returns

Our basic philosophy with regard to the sharing of profits is to “measure up to the expectations of all of our shareholders through dividends and the like by striving to raise our corporate value through maintaining a stable earning capacity and further growth.” At the same time, we also believe that “it is important to aim for ample retained earnings in order to provide for things like investment to growth sectors and new business development.” As such, we have adopted Dividends on Equity (DOE) as indicators for returns to shareholders, which is a multiple with Return on Equity (ROE) by the dividend payout ratio. Based upon this fundamental policy, with regard to shareholder dividends we will make strategic business investments to strengthen and grow our earnings structure, while also striving to continue effectively utilizing shareholders’ equity.

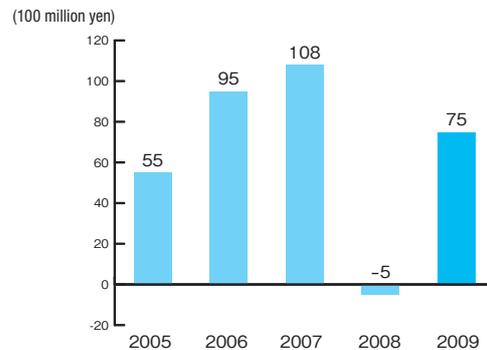
Transition of Dividend Per Share



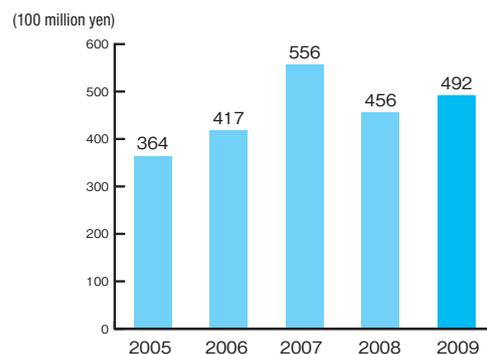
Sales



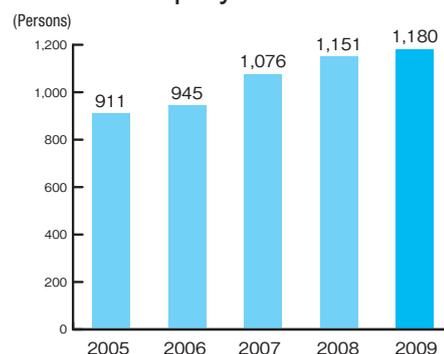
Ordinary Profit



Total Assets



Number of Employees



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GROUP HISTORY

Effective utilization of resources and environmental protection — these are the themes that we have been consistently and invariably addressing since our foundation.

Stage 1

We commercialized the recycling of silver from photographic development processes at a time when public concern was not as focused on recycling and environmental issues as it is today. Additionally, we also newly entered the environmental protection business.

1952

Asahi Chemical Laboratory founded.

Started recovery of silver from photographic fixing solutions. The photography industry expanded significantly along with the rapid economic growth, and the demand for silver expanded in industries related to silver for photo-sensitive materials.

1964

Incorporated as a limited company.

1968

Kobe Plant constructed in Higashi-Nada-Ku, Kobe.

Started supply of silver to then Fuji Photo Film Co., Ltd.

1969

We took the lead to introduce the industry's first electrolytic silver recycling device which we developed, making it possible to recycle silver efficiently and with high purity.

1971

Enactment of the Waste Management and Public Cleansing Law.

Became mandatory to control the amount of waste discharged and treat it properly.

Contracted to join then Fuji Photo Film's photo treatment and environmental protection program.

1973

Industrial waste disposal license obtained from Kobe City authorities.

First in Japan to receive a license to treat toxic effluent related to photography. The number of employees was only around 20 people.

1974

Fukuoka Office opened, thereafter followed by offices and plants throughout the country.

1975

PLATA, small electrolytic silver recovery equipment, entered production.

1978

Head Office building completed in Higashi-Nada-Ku, Kobe.

Registration of environmental measurement certification office

1981

Started objective management and internal proposal system.

Announced practical realization of the digital camera.

Stage 2

We responded to changes in the market through technical innovations while promoting the diversification of our precious metal recycling business.

1982

Entered the precious metal recycling business from the dental-related business.

Determined the diversification of precious metal recycling business foreseeing the reduction of the photo effluent treatment market.

1986

Started recycling precious metals from electronic components and the jewelry industry.

1988

Started manufacturing and sales of chemicals for plating.

1992

Obtained specially controlled industrial waste disposal license.

1993

Establishment of the Basic Environmental Law which forms the backbone of Japan's environmental policy.

Stage 3

Opened overseas bases for the first time in order to meet the needs for precious metal scrap collection which arose in local regions in the wake of the overseas business expansion of our clients in Japan, and became listed on the stock market.

1994

Asahi G&S Sdn. Bhd. established in Malaysia.

1997

Five subsidiaries and affiliates merged and changed their name to become Asahi Pretec Corporation.

1998

Headquarters moved to Sannomiya, Kobe.

Techno-Center opened.

1999

Stock made available to public on over-the-counter market.

Acquisition of ISO9001 certification with Techno Center

2000

Acquisition of ISO14001 certification with Techno Center

Listed on the 2nd Section of the Tokyo Stock Exchange.

Stage 4

Promoted an expansion of the items dealt with and enlarged our service provision area through M&A in order to meet the increasingly diverse needs of our customers concerning waste treatment.

2001

Acquired Sansho Co., Ltd., Daimon Co., Ltd., and Eco-Material Co., Ltd.

2002

Promoted to the 1st Section of the Tokyo Stock Exchange.

2003

Shanghai Asahi Pretec Co., Ltd., established in China.

2004

Acquired Nihon Chemitech Co., Ltd.

2005

Acquired Shioiri Kenzai Co., Ltd.

Daimon Co., Ltd. merged to Nihon Chemitech Co., Ltd.

2006

Acquired Iyotec Co., Ltd.

Acquired Nishiki Kosan Co., Ltd.

Eco-Material Co., Ltd. merged to Nihon Chemitech Co., Ltd.

Established Asahi Pretec Korea Co., Ltd. in Korea.

2007

Established the Tokyo Headquarters in Marunouchi, Chiyoda-ku, Tokyo.

Merged with Nishiki Kosan Co., Ltd.

Acquired Taiyo Chemical Co., Ltd.

Acquired part of the environmental business from Sanix Incorporated, established Kitakyushu Office.

2008

Established Japan Waste Corporation.

Acquired Fuji Rozai Co., Ltd.

Stage 5

Carrying on with challenges in aspiring to be a leading company in the eco-business that contributes to society through its businesses.

2009

Asahi Holdings, Inc. newly listed.

Conversion to a holding company.

Business commencement of JW Glass Recycling

2010

Conclusion of a joint-venture contract with a local influential enterprise in China.

ASAHI HOLDINGS GROUP COMPANIES

Asahi Pretec Corporation

(Head Offices: Kobe city, Hyogo prefecture/Chiyoda Ward, Tokyo)

Precious Metals Recycling

Collecting, refining and recycling precious and rare metals used in a variety of areas such as electronics, flat panel displays, catalysts, dentistry, jewelry, information device, photography and so forth.

Environmental Protection

Waste treatment and other environmental protection efforts.

<Overseas Bases>

● Asahi G&S Sdn. Bhd. (Malaysia)

Precious Metals Recycling

Collection of precious metals from electronic parts and local jewelry manufacturers and recycling them at the local plant.

● Shanghai Asahi Pretec Co., Ltd.

Precious Metals Recycling

Collection of precious metals from mainly Japanese IT manufacturers established in China and recycling them at the local plant.

● Asahi Kanfort (Jiangmen) Environmental Management Co., Ltd.

Precious Metals Recycling

Collection of precious metals from areas such as catalysts and recycling at the local plant scheduled upon joint venture with Kanfort Industrial (Jiangmen) Precious Metals Co., Ltd.

● Asahi Pretec Korea Co., Ltd.

Precious Metals Recycling

Collection and recycling of precious metals from a wide range of areas including the electronics industry and dentistry, etc.

Japan Waste Corporation

(Head Offices: Kobe city, Hyogo prefecture/Chiyoda Ward, Tokyo)

Joining subsidiary companies under Japan Waste to broadly conduct extensive waste treatment and other environmental protection business.

<Subsidiaries>

● Nihon Chemitec Co., Ltd. (Head Office: Kawaguchi City, Saitama Prefecture)

Environmental Protection

1. Neutralization and biotreatment of industrial wastes discharged from manufacturers of semi-conductors, electronic components, etc. to make such wastes harmless.
2. Biotreatment, dewatering and volume reduction of organic waste liquids and sludge from foods discharged from various food manufacturers and restaurants. In addition, producing compost from organic waste.

● JW Glass Recycling Co., Ltd. (Head Office: Koto Ward, Tokyo)

Environmental Protection

Recycling of sheet glass and glass bottles.

● Fuji Rozai Co., Ltd. (Head Office: Ota Ward, Tokyo)

Furnace Repair

Demolishing and periodic repairing of glass manufacturing furnaces, waste incinerators, etc.

Environmental Protection

Collection, transportation, intermediate treatment and recycling of fire-proof bricks, etc.

● Sansyo Co., Ltd. (Head Office: Yokohama City, Kanagawa Prefecture)

Environmental Protection

1. Efficient sorting and crushing of industrial wastes such as waste plastic produced by industries.
2. Cleansing of hazardous wastes attached to semi-conductor manufacturing devices and all kinds of research laboratory equipment.

● Shioiri Kenzai Co., Ltd. (Head Office: Nagano City, Nagano Prefecture)

Constructions

Engineering work on rivers, roads, bridges and tunnels; contracting of water and sewage works and building dismantling.

Environmental Protection

Recycling of specific construction waste materials like concrete blocks, metal scraps, construction waste wood, waste soil from digging, etc.

● Iyotec Co., Ltd. (Head Office: Akashi City, Hyogo Prefecture)

Temp Service

Dispatching of human resources to mainly chemical and machinery plants.

● Taiyo Chemical Co., Ltd. (Head Office: Kagoshima city, Kagoshima prefecture)

Environmental Protection

1. Incineration and neutralization of waste oil and liquids discharged from electronics components and photography industries.
2. Incineration of infectious medical wastes from hospitals.



ASAHI HOLDINGS

Cover Design and Group Logo Mark

The group's logo uses a spiral shape as a motif to signify our corporate stance in seeking "environmental protection through recycling", a feature of our business, and also means continuity and growth. The arrowheads stretching upward and downward symbolize our being an advanced and cutting-edge company. The three colors of blue, red and green each respectively signifies "clean water and sky", "the energy of people doing activities" and "beautiful nature and forests".

This front and back of this report cover is based on this group logo.

Note of Caution Concerning Our Views on the Future

This report not only includes facts on the past and present of the Asahi Holdings Group, but also contains statements pertaining to future reappraisals of items like future plans and strategies. These future reappraisals inherently contain risks and uncertainties, and in reality results which differ vastly from these statements may potentially arise owing to various factors. We ask for the reader's understanding with regard to this point.

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This report was printed with ink which does not contain volatile organic compounds (VOC).

■ Printing

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