Environmental Protection Activities Report

Reinforcement of Environmental Management

Recognizing that proactive commitment to environment in addition to the efforts of environmental protection and observing relevant laws and regulations should be included in the management of a company, the FDK Group is determined to further promote its environmental management.

Establishment of the Framework of Environmental Management based on the Environmental Management System (EMS)

The FDK Group is committed to introducing the Environmental Management System as the foundation of its efforts of environmental management. The system has been introduced and established to its production sites. In the future, all the FDK Group entities including non-production sites will be placed under the scope of it.

Targets of the Third Environmental Action Plan

To establish own frameworks of environmental management in all the Group's affiliates and subsidiaries, which are based on the environmental management system (EMS), by the end of FY 2005

· EMS to be introduced in the entire corporate structure of FDK in Japan including its head office and sales offices.

EMS at Production Sites

All production sites of the FDK Group are now certified as ISO14001 (2004 version) (international standard of environmental management) compliant including Taichung Plant of Fuchi Electronics Co., Ltd., opened in April 2005. The FDK Group is determined to direct its efforts from now onward for reducing environmental loads generated in all of its plants, including implementation of global warming prevention measures and reduction of wastes, provision of eco-friendly products and other environmental protection activities outside of the FDK Group's plants.

EMS at Non-Production Sites

In FY2005, we worked for preparation of introducing the Eco Stage* which we determined it as most fit for introducing the environmental management system to our domestic non-production sites in FY2004. More precisely, a preliminary inspection was made to each non-production site for introducing the system and a kick-off declaration by the Secretariat. The EMS will start from the FDKEMS, our own environmental management system that is more familiar to us than the Eco Stage, with adding required control items. Then the level will be gradually enhanced to EMS. In the coming years, the FDK Group is determined to carry out environmental protection activities by integrating the entire efforts through introduction of EMS to its non-production sites.

Environmental Education and Training

The environmental education and training at all production sites of the FDK Group consist of two: general education to all employees including global environmental issues, and professional education at each site to each person in charge of waste management and separation, internal audit, emergency response measures and other fields of specialty.

In FY2005, an education session was given to all employees and their families on how to reduce carbon dioxide at all the FDK sites in Japan. This was done in connection with the 'Team Minus 6% Campaign' for preventing global warming.

*Eco Stage is an environmental management assessment and support system directed to SMEs provided by Eco Stage Institute to support establishing their environmental management system and its operation, through which their corporate management can be improved as well.

ISO Certification at FDK Group Production Sites

	Kosai Plant	
Japan	Date of acquisition Date of renewal Scope of certification	October, 1998 October, 2004 FDK CORPORATION: Kosai Plant, Sanyo Plant FDK ENERGY CO., LTD., FDK ENGINEERING CO., LTD., FDK MECHATRONICS CO., LTD., FDK LIFETEC CORPORATION, FUJIDENKA RESEARCH AND ANALYSIS CENTER CO., LTD., and FDK ECOTEC CO., LTD. Development and design of various electronic parts, batteries, and machines, and environmental businesses
	lwaki Plant	
	Date of acquisition Date of renewal Scope of certification	January, 1998 July, 2004 FDK CORPORATION: Iwaki Plant, FDK LIFETEC CORPORATION: Iwaki branch office Development, design and manufacturing of electronic parts relating to telecommunication equipment

LIY)	Subsidiaries	Country	Date of Acquisition
Overseas (Consolidated subsidiary)	XIAMEN FDK CORPORATION	China	January 1999
	FUCHI ELECTRONICS CO., LTD. (Taoyuan plant)	Taiwan	February 2000
	FUCHI ELECTRONICS CO., LTD. (Taichung plant)	Taiwan	July 2005
	SHANGHAI FDK CORPORATION	China	December 2000
	FDK LANKA (PVT) LTD.	Sri Lanka	February 2003
	PT FDK INDONESIA	Indonesia	June 2003
	FDK (THAILAND) CO., LTD.	Thailand	June 2003
	SUZHOU FDK CO., LTD.	China	December 2004

