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From the editor

From "Environmental Report" to "Social and Environmental Report"

In this issue, the title of the report is renewed as "FDK Group Social and Environmental Report". The report includes some social issues in addition to the environmental protection activities that the previous versions covered.

Editorial policy

This FDK Group Social and Environmental Report aims at disclosing activities to realize the sustainable society of the FDK group, to various stakeholders including investors, customers, regional societies, local governments and so on.

To create this report that is easy to understand, we used many graphs, charts, and so on, referring to the "Sustainability Reporting Guidelines 2002" by the GRI, the "Environmental Report Guideline (FY 2003 edition)" by the Ministry of the Environment, etc.

This 2006 edition covers the extended environmental information especially on overseas manufacturing subsidiaries.

This report aims at promoting interactive communications between the FDK group and you. It is scheduled to issue every year to make our best effort to explain you our environmental activities clearly.

We welcome your feedback. Please send us your comments by fax or letter using an enclosed questionnaire.

Scope of the Report

Reporting period:

Fiscal year 2005 (April 1, 2005 - March 31, 2006)

Please note, some descriptions in this report partially contained some past activities and some plan of fiscal year 2006.

Organizations covered:

All three plants in FDK CORPORATION and 13 major subsidiaries.

FDK CORPORATION : Kosai Plant, Sanyo Plant, and Iwaki Plant ... 3 Plants

Major subsidiaries : (Six subsidiaries in Japan)
 FDK ENERGY CO., LTD.,
 FDK MECHATRONICS CO., LTD.,
 FDK ENGINEERING CO., LTD.,
 FDK LIFETEC CORPORATION,
 FUJIDENKA RESEARCH AND ANALYSIS CENTER CO., LTD.,
 and FDK ECOTEC CO., LTD.
 (Seven subsidiaries in Overseas)
 FUCHI ELECTRONICS CO., LTD.,
 PT FDK INDONESIA,
 FDK LANKA (PVT) LTD.,
 XIAMEN FDK CORPORATION,
 SHANGHAI FDK CORPORATION,
 SUZHOU FDK CO., LTD.,
 FDK (THAILAND) CO., LTD.

Scope of collation:

The scope of the performance data including the global warming prevention, waste reduction and chemical substance elimination was from FDK CORPORATION and its major domestic subsidiaries. The numerical data on overseas manufacturing bases were partially described in "Site Report".