

March 13, 2008

Name of Company: Asahi Tec Corporation
Representative: Hideo Ishii
President, Representative Executive Officer and Co-CEO
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Notice of Extraordinary Loss and Revised Business Result on Consolidated Financial
Forecast and Standalone Financial Forecast for Fiscal Year Ended March 31, 2008

In light of recent trend, the consolidated business result forecast issued on February 15th, 2008 and the standalone business result forecast issued on November 15th, 2007 have been changed as below.

1) Revision of Consolidated Financial Forecast for the year ending March 31, 2008 (April 1, 2007 – March 31, 2008)

(Unit: In ¥ Million)

	Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A) (Issued on Feb 15, 2008)	327,000	5,400	(7,000)	(8,000)
Revised Forecast (B)	320,000	3,200	(8,800)	(11,100)
Difference (B – A)	(7,000)	(2,200)	(1,800)	(3,100)
Difference ratio	-2.1%	-40.7%	-	-
Previous Year Interim Results (actual)	145,702	3,276	(162)	(665)

2) Revision of Standalone Financial Forecast for the year ending March 31, 2008 (April 1, 2007 – March 31, 2008)

(Unit: In ¥ Million)

	Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A) (Issued on Nov 15, 2007)	56,000	1,900	1,300	1,360
Revised Forecast (B)	56,400	1,700	1,150	(950)
Difference (B – A)	400	(200)	(150)	(2,310)
Difference ratio	0.7%	-10.5%	-11.5%	-
Previous Year Interim Results (actual)	49,548	1,698	1,146	2,192

3) Reasons of Revision

For consolidated business forecast, while we see some positive trend such as successful new products launching in Aluminum Wheel Business and higher export demand in Truck market in Japan and solid performance in Europe, softer sales in North American market has been showing a larger negative impact than previously forecasted, and also recorded an extraordinary loss of 800million yen associated with one time cost of business integration activities with Metaldyne Corporation we acquired in January 2007.

As we all know, the deterioration of the sub-prime credit market, weakened US dollar, and higher crude prices have all contributed to soft consumer confidence and therefore declining vehicle production especially in North American Market.

For stand-alone business forecast, as described above, we had recorded an extraordinary loss of 1,900million yen associated with one time cost of business integration activities with Metaldyne Corporation we acquired in January 2007, while we see some positive trend such as successful new products launching in Aluminum Wheel Business and higher export demand in Truck market in Japan sales triggered by model changes.

To address the soft North American market, we have and continue to rationalize the cost structure within Metaldyne. Therefore, this revised forecast may possibly be changed as needed. We will release the plan in due course of time once finalized.

(Note)

This revision of financial forecast was made based upon any information available to us as of today, therefore please be advised that the actual result may differ from this revised forecast as any changes in our business circumstance arises.