



**Investor Presentation
September 20, 2007**

The Power of People and Ideas

Agenda

- **Q1 Highlights**
 - Financial Performance
 - New Business Awards
 - Global Expansion
- **Business Highlights**
 - Integration
 - Technology
- **Forecast**
- **Q&A**

Safe Harbor Statement

All statements, other than statements of historical fact, included in this presentation regarding Asahi Tec's strategy, future operations, financial condition, expected results and costs, new business, estimated revenues and losses, prospects and plans are forward-looking statements. We caution readers not to place undue reliance on these forward-looking statements, which reflect management's expectations, estimates and assumptions, and its views about Asahi Tec's future performance, its financial condition, its markets and many other matters that are based on information available as of the date hereof.

Important factors that could cause actual results, performance or achievements to vary materially from those expressed or implied by the forward-looking statements include general economic conditions in the markets in which Asahi Tec operates and industry-based factors as well as factors specific to Asahi Tec.

We undertake no obligation to publicly update or revise any forward-looking statements to reflect changed assumptions, the occurrence of anticipated or unanticipated events, or changes to future results over time.

Overview of Q1 2007 Highlights

Strong Revenue, EBITDA, EBIT growth

120¥ billion in new business awards since merger

Expansion in China, Mexico

1st Quarter Financial Results

(Unit: Millions of Yen)

	*Ratio to Sales		
	Q1 2007	Q1 2006	Increase
Sales	85,298	21,145	+64,153
EBITDA	10.5%* 8,987	6.7%* 1,415	+7,480
EBIT	3.5%* 2,989	1.8%* 377	+2,612
Net Income	(0.8%)* (680)	0.2%* 47	(727)

Acquired Metaldyne Corporation on January 11, 2007 which accounts for the substantial year over year changes. Non-operating impacts resulting from the Metaldyne acquisition:

Significant goodwill amortization,

High cost of debt from the US markets

Income Statement FY Q1 2007 Results (Apr. – Jun.)

(Yen in millions)	3 Months Ended June 30, 2007	3 Months Ended June 30, 2006	
Net sales.....	85,298	21,145	4 X increase in revenue post acquisition
Cost of sales.....	76,418	18,962	
Gross profit.....	8,880	2,183	
Selling, general and administrative expenses.....	5,890	1,806	7 X increase in operating profit
Operating profit.....	2,989	377	
Non-Operating Income:			
Interest and dividend income.....	23	14	Focus to cut interest expense
Other non-operating income.....	453	82	
Total non-operating income.....	476	95	
Non-Operating Expenses:			
Interest.....	(3,134)	(201)	Tax rate affected by timing of refund to Q2
Other non-operating expenses.....	(209)	(37)	
Total non-operating expenses.....	(3,343)	(239)	
Extraordinary gains.....	35	18	Includes Goodwill Amortization
Extraordinary losses.....	(127)	(39)	
Gain (Loss) before income taxes.....	30	212	
Corporate and deferred income tax.....	(644)	(114)	
Minority interest in net income (loss).....	(66)	(51)	
Net Income (Loss).....	(680)	47	
Net Income (Loss) per Share.....	(\2.80)	\0.48	

6.4 X increase in EBITDA
EBITDA Margin 10.5% versus 6.7% in prior year

Summary Balance Sheet

(Yen in millions)	June 30, 2007	June 30, 2006	Change
Cash and bank deposits.....	7,587	3,871	3,716
Trade notes and accounts receivable.....	42,546	16,306	26,240
Inventories.....	23,736	9,870	13,867
Other current assets.....	8,996	965	8,031
Total current assets.....	82,866	31,012	51,854
Property and equipment, net.....	109,240	36,868	72,372
Intangible fixed assets.....	112,673	759	111,914
Investments and other non-current assets.....	4,378	1,861	2,517
Total non-current assets.....	226,291	39,488	186,803
Stock issuance cost.....	379	-	379
Total deferred assets.....	379	-	379
Total assets.....	309,535	70,500	239,036
Trade notes and accounts payable.....	45,277	13,691	31,586
Short-term loans and borrowings.....	2,792	4,572	(1,781)
Provision for bonuses.....	1,980	487	1,493
Provision for plant closure cost.....	999	-	999
Provision for loss on sales.....	766	699	68
Other current liabilities.....	18,009	4,559	13,449
Total current liabilities.....	69,822	24,009	45,813
Debentures.....	50,168	-	50,168
Long-term loans and borrowings.....	69,375	18,627	50,748
Provision for employees' retirement benefits.....	19,272	4,678	14,594
Other non-current liabilities.....	23,954	5,448	18,506
Total non-current liabilities.....	162,769	28,753	134,016
Total liabilities.....	232,591	52,762	179,830
Shareholders equity.....	34,385	7,220	27,165
Total valuation and translation adjustments.....	39,549	8,128	31,421
Stock option.....	199	-	199
Minority interest.....	2,812	2,390	422
Total net assets.....	76,944	17,738	59,206
Total liabilities and net assets.....	309,535	70,500	239,036

Intangibles write up required with USGAAP Purchase Price Allocation

No short term debt refinance requirements

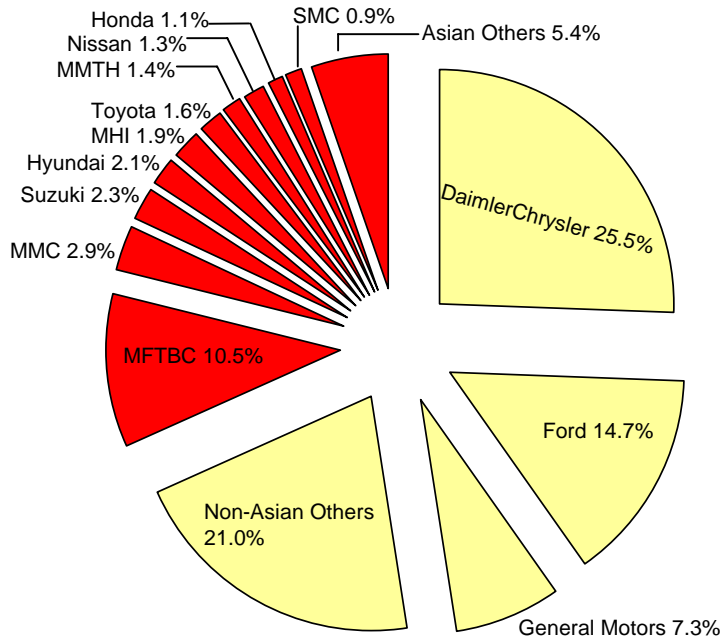
Significant equity infusion year over year

Moderate leverage for industry segment

Improving Working Capital Metrics: A/R trade 2.6 X increase vs. 4 X increase in revenue
Inventory 4 X increase vs. 4 X increase in revenue
A/P trade 3.2 X increase vs. on 2.6 increase in A/R

Global Customer Footprint

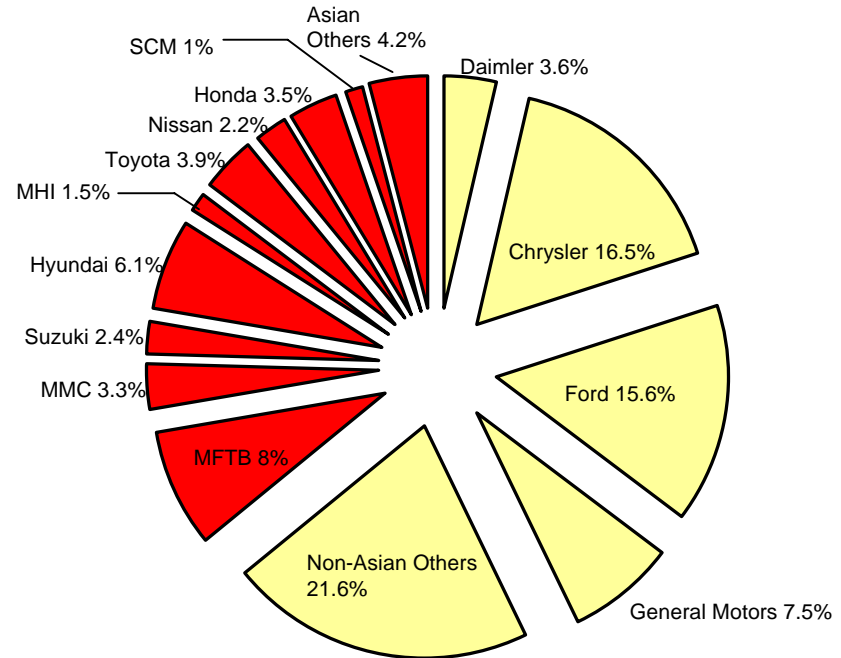
Pro-Forma 2006 Customer Breakdown



31% Asian OEMs

51% from Top 3 Customer

2010 Customer Breakdown Target



36% Asian OEMs

45% from Top 3 Customer

**One of the most balanced customer profiles in the industry
GM, Ford exposure less than their industry market share**

New Business Awards

- 120 ¥ billion in contractual awards 1/11/07 through 6/30/07
 - 50% increase year over year
 - Good business mix
 - Asian, North American, European OEM's
 - Powertrain, chassis, metal forming, wheels
 - Europe, US, Mexico. Brazil, Thailand, China, Korea production

Production Highlights:

- Major chassis award: China, Mexico, Europe
- Balance shaft module award: US, Korea
- Valve bodies for new 6-speed transmissions: US
- Bearing Caps for future engines: US
- Tubular products: Mexico
- Aluminum Wheel Award: China



Connecting Rods



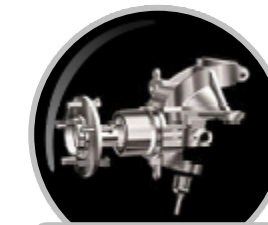
Valve Bodies



Control Arms



Balance Shaft Modules



Mini Corner Assemblies



Exhaust Manifold Assemblies

Expanding Global Footprint

Asahi Tec Footprints: Existing Facility in 2001 New Since 2001

	Sales and /or R&D	Powertrain			Chassis	PC/LT Motorcycle Wheels	Metal Forming	
		Vibration Control	Sintered & Con Rod	Engine Products			Aluminum Products	Iron & Forge Products
AMERICAS								
United States	Yellow	Yellow	Yellow	Yellow	Yellow			
Canada		Yellow						
Mexico		Yellow	Red		Red			
Brazil			Yellow					
EUROPE								
United Kingdom		Yellow						
France	Yellow	Yellow						
Germany	Red				Yellow			
Czech Republic					Red			
Italy					Yellow			
Spain		Red	Yellow		Red			
ASIA								
Japan	Yellow					Yellow	Yellow	Yellow
Korea	Red		Red	Red				
China	Red	Red	Red	Red	Red	Red		
India		Yellow						
Thailand	Yellow					Yellow	Yellow	Yellow

Asahi Tec enjoys a modern, global footprint for its core product families

Suzhou China Grand Opening



- \$10 million invested in Suzhou to date
- An additional \$20 million will be invested with expected revenues of more than \$100 million when the plant reaches full capacity in a few years
- Suzhou launches for China:
 - Crankshaft dampers for the Buick Regal, GL8 and Firstland and the Dongfeng Peugeot 307 and 206 as well as the Dongfeng Citroen Picasso, Elysee and ZX Fukang.
 - Transmission bodies for several Chevrolet and Buick products
 - Front and rear knuckle assemblies for the Chrysler Sebring
 - Brake module assemblies and lower control arm assemblies for Southeast Motors
 - Front brake corner modules and lower control arm assemblies for the Chrysler Town and Country and Voyager.
- New Business:
 - \$10 million business win with Chery Automotive and Chery Affiliates to supply rear knuckle assemblies for a 2009 model-year program

Customers Recognize Asahi Tec Performance

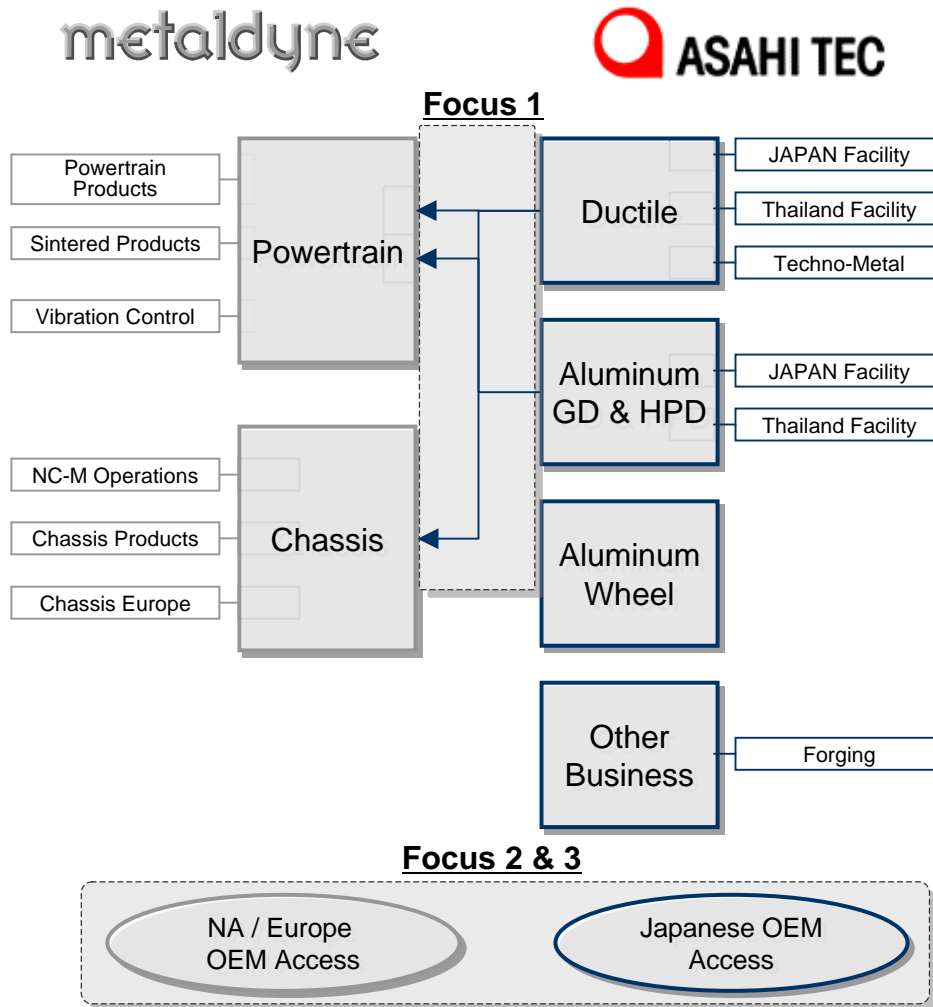
- **Bangbor and Bangpakong Asahi Tec Aluminum (ATA) plants in Thailand received “Quality Improvement” award from Thai Honda Manufacturing (THM)**
 - One of 15 suppliers out of 164 to receive the award
- **Litchfield, MI, and Fremont, IN, plants recognized by Nissan North America for outstanding quality performance in 2006**
 - Metaldyne ranked fourth among 14, recognized for Continuous Improvement achievement
- **New Castle, IN, and Farmington Hills, MI, plants recognized by Toyota Motor Engineering & Manufacturing North America (TEMA) for superior quality and on-time product delivery**

Business Highlights

Integration

Technology

Integration



Focus 1: Metaldyne sources Asahi Tec facilities

- Sourcing of ductile/gray iron and aluminum low and high pressure castings

Focus 2: Metaldyne products gains further access to Japanese OEM's

- Enhanced relationship for powertrain and chassis product programs at Honda, Toyota and Nissan
- Access to Asahi Tec's other Japanese customers

Focus 3: Asahi Tec products gain access to North America/Europe OEM's

- Access to non-Japanese OEM's including DaimlerChrysler, the largest manufacturer of MD/HD trucks in the world

Focus 4: Combined company SG&A savings

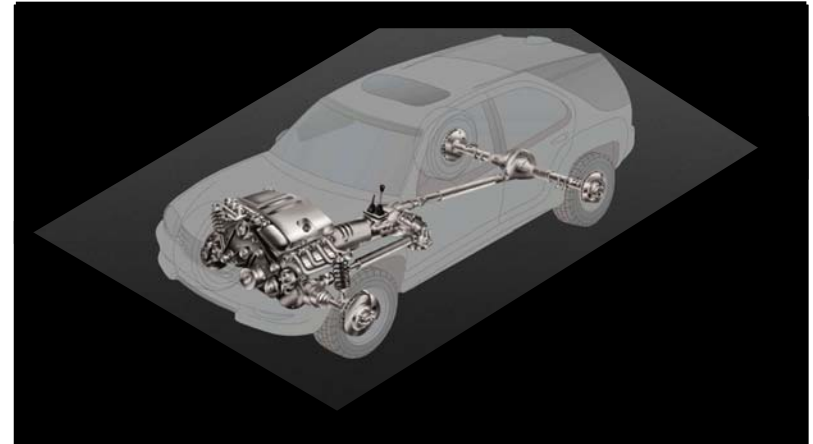
Asahi Tec Positioned For Expanded Diesel Business Growth

- Diesel-powered vehicles are taking a growing share of the world wide market due to fuel efficiency, durability and the advantageous “fun-to-drive” characteristics of the torque curve in the diesel cycle engine.
- Breakthrough technology in electronic controls and NVH (Noise, Vibration & Harshness) improvements, some pioneered by Asahi Tec and its Metaldyne subsidiary, are making diesel-powered vehicles a critical component of automakers future product development plans.
- Asahi Tec and Metaldyne supply components and systems from the smallest passenger diesel to the largest Class 8 truck, and have a number of new programs being launched over the next few years.



Asahi Tec Diesel Product Array

- **Asahi Tec/Metaldyne components and systems for diesel engines, and also the growing hybrid powertrain applications include:**
 - **Balance shafts modules** – reduce NVH, allow four-cylinder diesel engines to be “consumer friendly” and quiet
 - **Connecting rods** – high strength, lightweight and consistent rod-to-rod mass allow for easier balance and improved NVH
 - **Dual mass dampers** – specifically designed to isolate and dampen the engine’s torsional and bending moments from affecting front end accessory and belt drives
 - **Isolation pulleys** – with nonlinear spring rates and the ability to withstand stress of power-on-demand or automatic start / stop mechanics of diesel-electric hybrids
 - **Variable displacement oil pumps** – on-demand oil pumps reduce parasitic losses
 - **Block and head castings** – specifically designed for the rigors of high mileage, critical application medium and heavy-truck applications



Asahi Tec/Metaldyne have co-located teams with vehicle manufacturers and engine designers preparing for the next generation of clean diesels.

Forecast 2007 Highlights

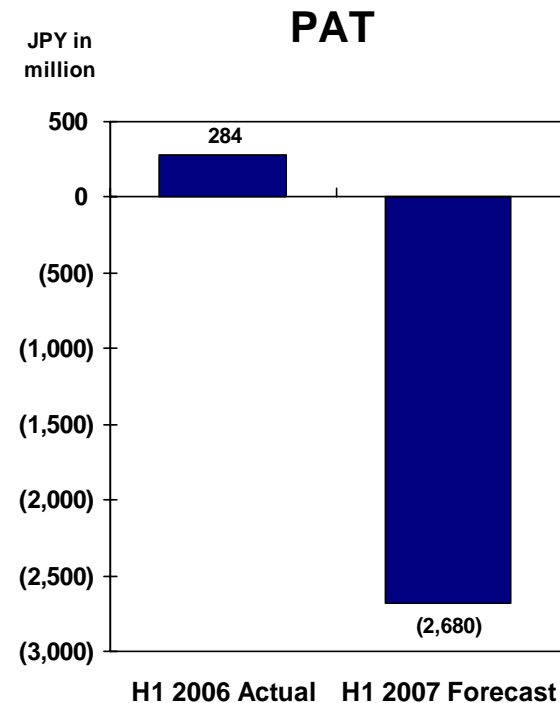
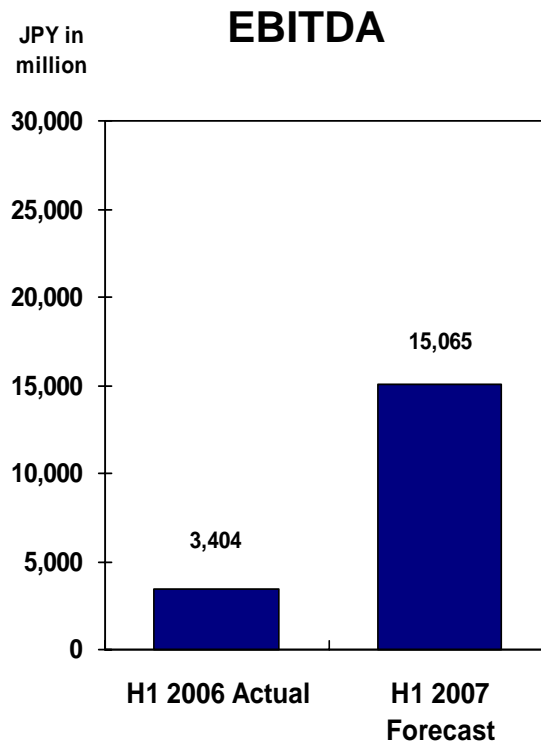
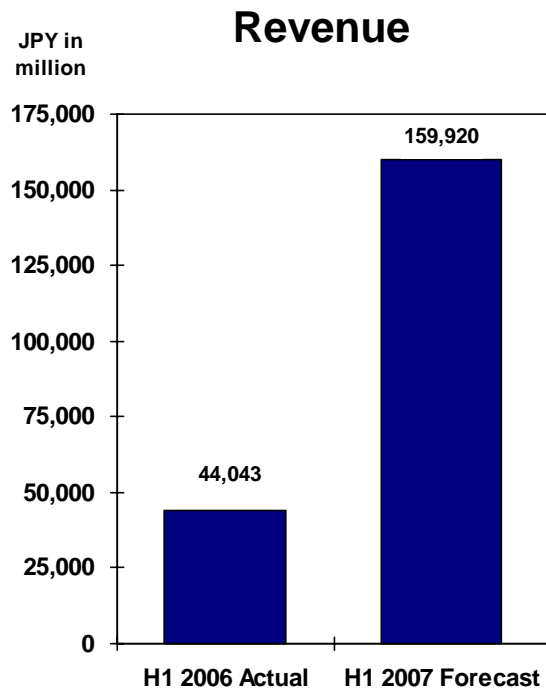
Q1 momentum expected to continue

**North American economy expected to soften,
company initiating offsets**

**Company prepared to re-engage refinancing
alternatives once economics justify**

H1 2007 Forecast

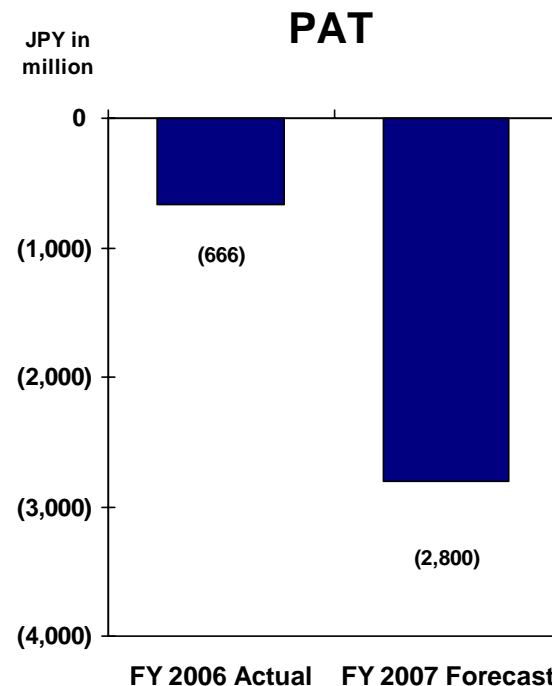
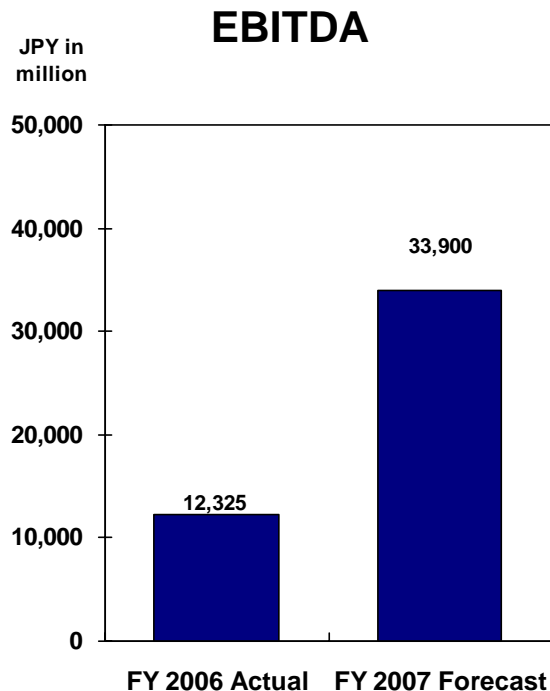
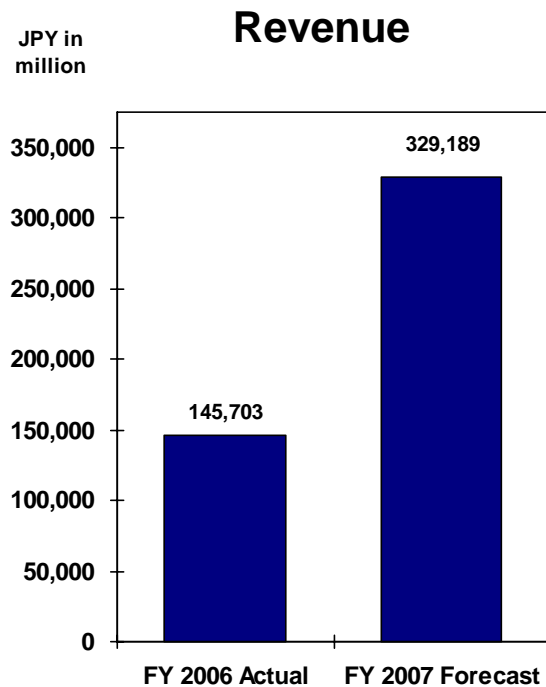
(Unit: Millions of Yen)



EBITDA and PAT do not reflect re-financing or lease buy-outs. PAT includes 1M goodwill amortization 2006 and 1,268M in 2007, a JGAAP requirement.

FY 2007 Forecast

(Unit: Millions of Yen)



EBITDA and PAT do not reflect re-financing or lease buy-outs. PAT includes 622M of goodwill amortization 2006 and 2,536M in 2007, a JGAAP requirement.

Q & A