

(Translation)

May 28, 2009

Name of Company:	Asahi Tec Corporation
Representative:	Shoichiro Irimajiri President and Representative Executive Officer
Code No:	5606 Tokyo Stock Exchange 1st Section
Contact:	Masataka Matsumura Representative Senior Managing Executive Officer (Phone: 0537-36-3103)

**Re: Chapter 11 Petition of U.S. Subsidiaries, Metaldyne,
Change of Subsidiaries, and Recognition of Extraordinary Losses**

Asahi Tec Corporation (the "Company") hereby announces that our wholly-owned U.S. subsidiaries, Metaldyne Corporation and 30 of its subsidiaries (collectively, "Metaldyne") filed a petition with the U.S. Bankruptcy Court for Southern District of New York for reorganization proceedings under Chapter 11 of the U.S. Bankruptcy Code ("Chapter 11") on May 27 (U.S. time), and that, in connection with this filing, Metaldyne is deconsolidated from the consolidated financial statements of the Company (change of subsidiaries), as follows:

1. Reason for Filing for Reorganization Proceedings

Under the current severe circumstances of automotive industry, Metaldyne's management and board of directors have determined that a Chapter 11 petition is necessary for Metaldyne to secure liquidity and proceed with its restructuring.

2. Total Liabilities (as of December 31, 2008)

USD 929 million (the aggregate amount filed by Metaldyne)

3. Impact of the Filing on Business Performance

1) Impact on Company's nonconsolidated financial statements

The Company's nonconsolidated net profit is expected to be impacted by 31,966 million yen of extraordinary loss as a result of filing. This is due to the write down of the capital contributed by the Company to Metaldyne Holdings LLC, the holding company of Metaldyne, and will have no impact on the Company's cash flow.

The business transaction between the Company and Metaldyne is only advancement of office rent in the amount of 1,020,000 yen, and the Company does not provide financing, guarantees or other similar services to Metaldyne.

Therefore, the Company's nonconsolidated net profit is anticipating 31,966 million yen of total write down of the capital as an extraordinary loss for the fiscal year ended in

March 2009.

Although the net assets of the Company will decrease because of the filing, the Company will not have a deficiency of net assets.

2) Impact on Company's consolidated financial statements

It is expected that the reorganization proceedings will commence promptly after the filing, which will result in Metaldyne being deconsolidated from the consolidated financial statements of the Company at the moment of the filing, since, by the reorganization proceeding, Metaldyne expects to sell certain businesses and assets to new buyers, and the Company will lose its effective control over Metaldyne.

Metaldyne is consolidated in the financial statements of the Company for the fiscal year ended in March 2009, and impact of the financial statements is mentioned in the today's release of " Announcement of the Recognition of Extraordinary income and loss and Revised Business Result Forecast ".

Although net assets of the Company will decrease because of the filing, the Company will not have a deficiency of net assets in the consolidated financial statements.

The Company's subsidiaries excluding Metaldyne (the "Subsidiaries") will have no profit and loss impact in connection with the filing, because there are no account payables, account receivables, and collateral or guarantee between the Subsidiaries and Metaldyne.

3) Impact on Company's funding

Because the bank loans of the Asahi Tec Group companies excluding Metaldyne (the "Group") on one hand, and the financings of Metaldyne including bank loans and bonds on the other hand, are completely separated and independent, the filing will have no impact on the bank loans of the Group.

4. Future Prospect

Pursuant to the proceedings as set forth in Chapter 11, Metaldyne will proceed with its restructuring under the U.S. Bankruptcy Code. Metaldyne has already entered into agreement with new sponsors regarding DIP financing. Therefore, it is expected that Metaldyne's production, sales and other corporate activities will continue as usual.

The Company will not become a sponsor in restructuring process, or inject any new fund or capital.

Thomas A. Amato, Chief Executive Officer of the Company, remains his current post of the Company unchanged.

As we mentioned in our press release entitled "Notice of Postponement of Announcement regarding Consolidated Financial Results (*Kessan Tanshin*) for the Fiscal Year Ended March 31, 2009" as of May 19, we will disclose consolidated financial results for fiscal year ended March 31, 2009, once they are finalized.

5. Outline of Metaldyne (change of subsidiaries)

- 1) Metaldyne Corporation
 Location of head office: Plymouth, Michigan, U.S.A.
 Representative: Thomas A. Amato

Date of incorporation: March 1984
 Stated capital (including capital surplus): USD 505 million (as of March 31, 2009)
 Sales: USD 1,841 million
 (in the fiscal year ended in March 2008)
 Number of employees: 4,350 (as of March 31, 2009)
 Business segment: development, design and assembly of automotive components, and manufacture and sale of module components (power train, chassis and vibration control components)

2) Subsidiaries of Metaldyne Corporation

Name of Subsidiaries:

ER Acquisition Corp.
 GMTI Holding Company
 Halyard Aviation Services, Inc.
 MascoTech Saturn Holdings Inc.
 MASG Disposition, Inc.
 MASX Energy Services Group, Inc.
 MD Products Corp
 Metaldyne Asia, Inc.
 Metaldyne Company LLC
 Metaldyne Driveline Co., LLC
 Metaldyne DuPage Die Casting Corporation
 Metaldyne Engine Co., LLC
 Metaldyne Europe, Inc.
 Metaldyne Intermediate Holdco, Inc.
 Metaldyne Lester Precision Die Casting, Inc.
 Metaldyne Light Metals Company, Inc.
 Metaldyne Machining and Assembly Company, Inc.
 Metaldyne Precision Forming – Fort Wayne, Inc.
 Metaldyne Services, Inc.
 Metaldyne Sintered Components, LLC
 Metaldyne Sintered Components of Indiana, Inc.
 Metaldyne Sintered Components St. Marys, Inc.
 Metaldyne Tubular Products, Inc.
 Metaldyne U.S. Holding Co.
 NC-M Chassis Systems, LLC
 Precision Headed Products
 Punchcraft Company
 Stahl International, Inc.
 Windfall Specialty Powders, Inc.
 W.C. McCurdy Co.

Location of head office: Plymouth, Michigan, U.S.A.

End