

(Translation)

April 13, 2012

Company Name: Asahi Tec Corporation

Representative: Shoichiro Irimajiri

President and Executive Office

(Code: 5606, First Section of the
Tokyo Stock Exchange)

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Announcement Joint Venture for Iron Casting in China

Shizuoka, Japan, April 13, 2012 - Asahi Tec Corporation (the “Company”) announced today to be established a joint venture in China with Guangzhou Dongling Industry Group Co., Ltd., Guangzhou District, Guangdong, as previous announcement on Feb.10, 2012, was approved by the boards and directors today. The new joint venture, which will be named Dongling Asahi Tec Metals Co., Ltd. located in Anhui,China, will produce large-size ductile components.

This is based on the premise that the syndicate of banks agree for the loan agreement with ATC holdings II Co., Ltd., the controlling company and borrower of the Company.

1. Purpose of new company

The joint venture called Guangzhou Dongling Industry Group Co., Ltd. based on China is existing joint venture for aluminum component business in China.

The joint venture will specifically deal with the production large-size components for trucks and construction machinery by utilizing manufacturing technology and production capacity will be 25,000 ton annually by FY2016.

As the result, the global production capacity will be 200,000 ton annually and ensure a stable supply to the current customers in Japan, Thailand and China.

The joint venture is fourth place, followed by two locations for aluminum component business and one location for R&D in China. This is first investment in China for Iron Casting.

2. Overview of the new company

a. Company name	Dongling Asahi Tec Metals Co., Ltd. (tentative name)
b. Location	Taohua Industrial Park, Hefei, Anhui, China (plan)
c. Capital	RMB100 million (approximately ¥1.2 billion)
d. Ownership	Asahi Tec Corporation 49% Guangzhou Dongling Industry Group Co., Ltd. 51%
e. Purpose	Manufacture large-size ductile components
f. Date of establishment	June, 2012 (plan)

3. Overview of Guangzhou Dongling Industry Group Co., Ltd.

a. Company name	Guangzhou Dongling Industry Group Co., Ltd.
b. Location	Floor 29, International Finance Place, No.8 Huaxia Road, Pearl River New Town, Guangzhou, China
c. Date of establishment	1994
d. Number of employees	1,700
e. Sales	RMB13,000 million
f. Capital	RMB201.8 million
g. President	Dr. Ningchang Lai
h. Business line	Grain & Oil, Manufacturing, Real Estate

4. Forecast

No material impact from establishing a joint venture on the consolidated financial forecasts.