

(Translation)

January 21, 2009

Name of Company: Asahi Tec Corporation
Representative Hideo Ishii, President and Representative Executive Officer
Code No.: 5606 Tokyo Stock Exchange 1st Section
Contact: Masayoshi Fujishiro,
Executive Officer, General Administration and Human Resources
(Tel: 0537-36-3103)

Notice of Sale of Idle Asset and Recognition of Extraordinary Loss

We hereby report the resolution at the meeting of the board of directors on January 21, 2009 that "Asahi Tec Corporation" (hereinafter "ATC") will sell the idle land as follows.

1. Reason for Sale

The east side of ATC Kikugawa plant has been idle since ATC closed its ductile iron casting factory in 2000. Therefore, ATC has decided to sell this land to Ensyu Railway Co., Ltd. in order to enhance its cash flow liquidity.

2. Details of the Asset

Location and Contents of the Asset	Book Value	Sale Price	Current Status
Area: 37,809 m ² Address: 547-1 Horinouchi, Kikugawa-shi, Shizuoka, Japan (To dispose the buildings and to clear the land before the sale.)	1,128 million yen	1,273 million yen	Idle land (Partially using as parking lot and warehouse)

3. Acceptant

Company Name	Ensyu Railway Co., Ltd.
Head office	2-1 Asahi-cho, Naka-ku, Hamamatsu-Shi, Shizuoka, Japan
Representative	President, Zenichirou Takeuchi
Capital	3,800 million yen
Relation ship between ATC	None

4. Schedule

February, 2009 Conclusion of Agreement
December, 2009 Delivery

5. Forecasted Impact on Financial Statement

Extraordinary loss of 139million yen for the cost of disposal of old buildings etc, is forecasted in FY2009, although net profit will be increased by 246 million yen in FY2009 due to reversal of deferred tax assets of 385 million yen from this transaction.