

TOENEC

ANNUAL REPORT

Year ended March 31, 2013

Message

In this our 95th fiscal year (from April 1, 2012 to May 31, 2013), the Japanese economy showed signs of a rally in some area on a backdrop of reconstruction demand, while a cheaper yen and rising stock prices since the change in public administration have been stirring hopes of an economic turnaround. Nevertheless, with causes for concern in the protracted financial problems in Europe and a slowdown in the Chinese economy, what lies ahead still remains uncertain. In the construction industry, private sector investment in plants and equipment improved slightly, but as Japanese businesses continued to move their offices and plants overseas, the competition for bookings and ongoing price wars made for a harsh business environment.

Given the situation, we took several steps towards building a foundation for future growth as spelled out in our Midterm Business Plan (2012 – 2013), i.e., [1] creating a corporate atmosphere where employees think and stake challenges on their own, [2] strengthening operations and systems to enhance our organizational strengths, and [3] building mechanisms that ensure stable profits.

Sales for the year increased over last year owing to an increase in solar power related construction that spurred from the introduction of a feed-in tariff system for renewable energies, and an increase in base station construction that resulted from aggressive infrastructure investment by mobile communication carriers.

In terms of profits, we saw an increase there because of a reduction in sales costs and general business costs, in addition to an increase in overall sales revenue owing to the increased sales.

Sales have increased for three years straight now, while ordinary income and net income for the year both increased for the first time in two years.

<Performance for the year>

Orders received	174,510 million JPY	(YoY 6.9% up)
Sales	168,914 million JPY	(YoY 3.4% up)
Ordinary income	3,123 million JPY	(YoY 22.4% up)
Net income for the year	1,483 million JPY	(YoY -)

As for the future outlook on the economy, the recovery trend is expected to gain momentum on the effects of various economic measures. However, in the construction industry, the fight over bookings and price wars are likely to get worse as Japanese business accelerate the relocation of their offices and plants overseas, while the electric power industry will likely continue the pullback in plant and facility investment because of the difficult situation on their balance sheets.

Given the protracted severity of the business environment and the undeniable risk that these conditions may persist for some time to come, we have taken a forward-looking stance and viewed the situation as a good opportunity to strengthen our corporate structure for future growth. We will be undertaking various measures based on our

understanding of the issues raised in Midterm Business Policy (2012 – 2013).

<Midterm Business Policy>

○Basic Policy

Build business foundations for future growth

○Key Policy Points

[1] Creating a corporate atmosphere where employees think and stake challenges on their own

[2] Strengthening operations and systems to enhance our organizational strengths

[3] Building mechanisms that ensure stable profits

This Midterm Business Policy makes it top priority to “improve customer and employee satisfaction” and places emphasis on creating a corporate atmosphere where each individual employee recognizes and prizes our long track record of building and maintaining social infrastructure, which then serves as motivation to think of “ways to contribute to customers, local communities and society as a whole,” and stake challenges to making that happen. Furthermore, we will strengthen mechanisms for sharing and promoting a proper understanding of our policies and measures amongst the entire workforce, and, by that, enable ourselves to demonstrate our organizational strengths. To these ends, we ask for your continued support.

July 2013



President, Director &
Chief Executive Officer
Hiroshi Ochi

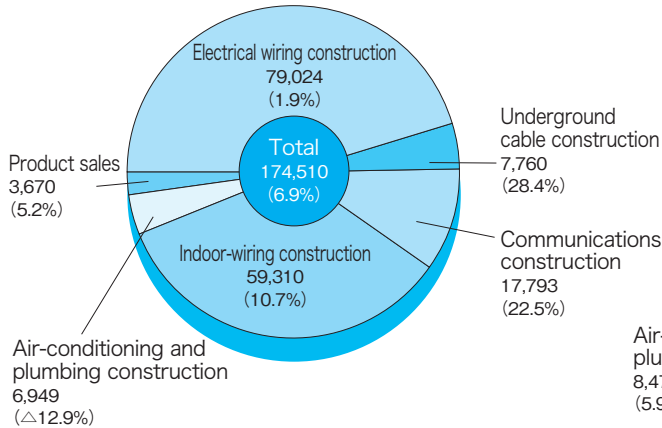
Overview of Business

Breakdown by Business Sector

Orders received and Revenues for the Term by Business Sector (Units: JPY millions)

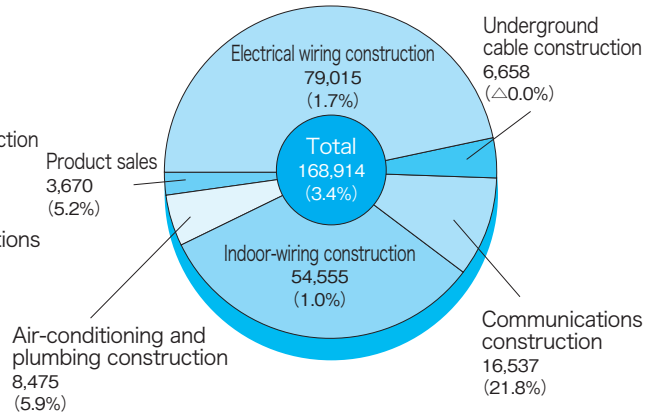
Orders received

Percentage figures in parentheses indicate year-on-year change.



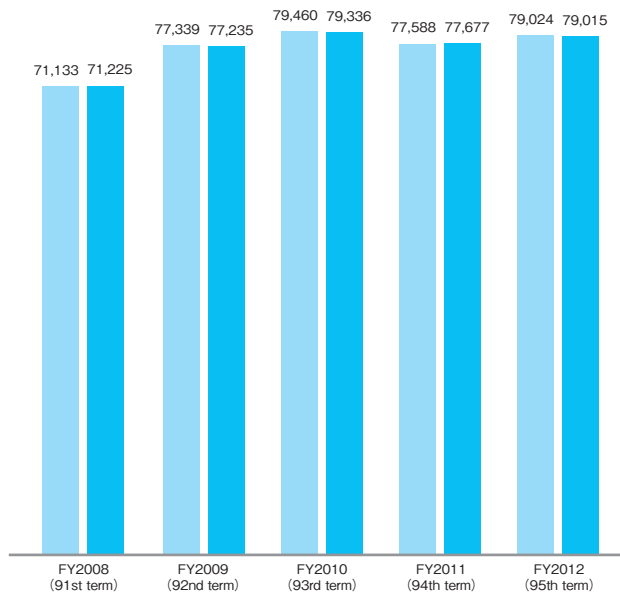
Revenues

Percentage figures in parentheses indicate year-on-year change.



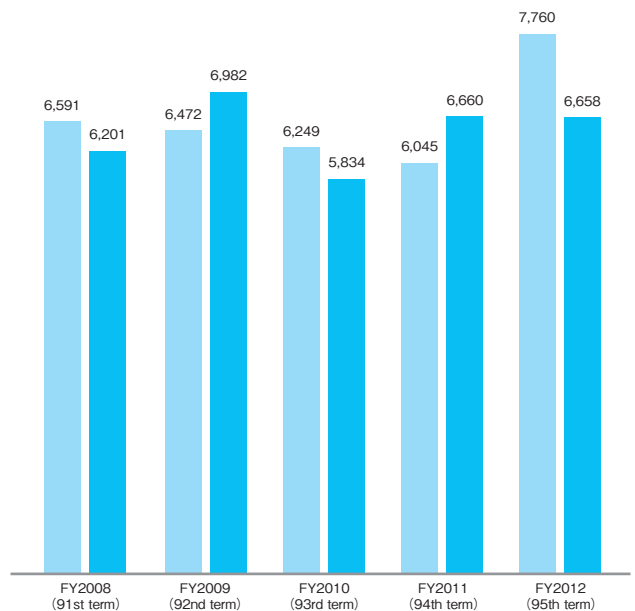
Electrical wiring construction (Units: JPY millions)

Orders received (light blue) Revenues (dark blue)

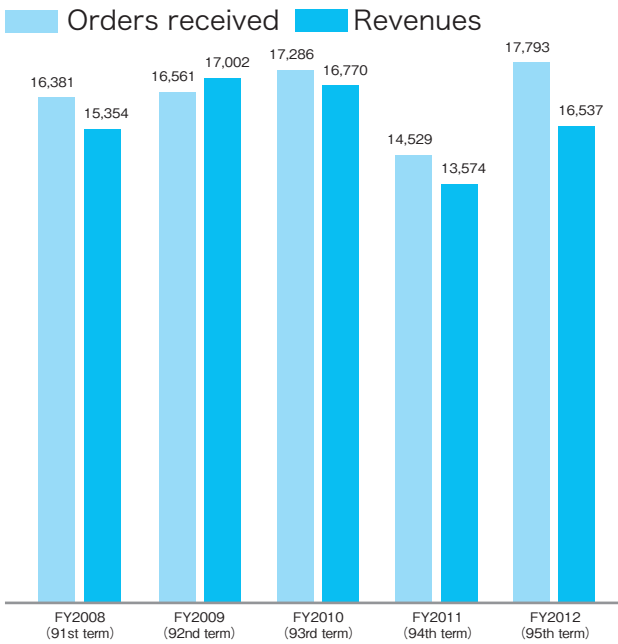


Underground cable construction (Units: JPY millions)

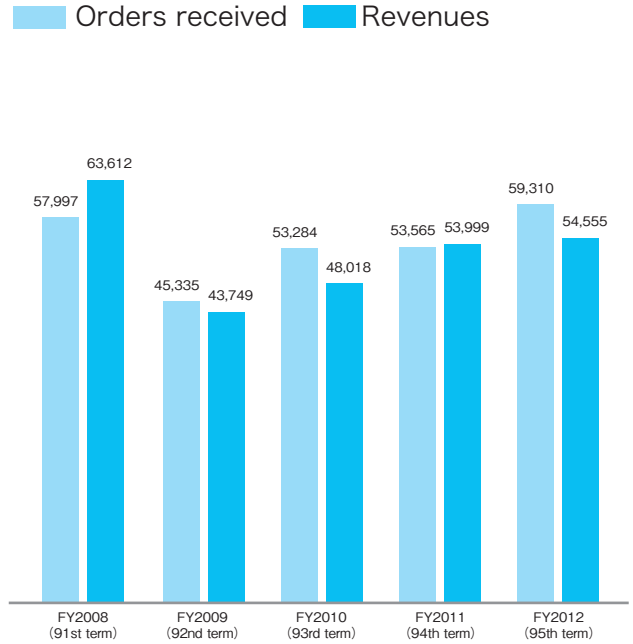
Orders received (light blue) Revenues (dark blue)



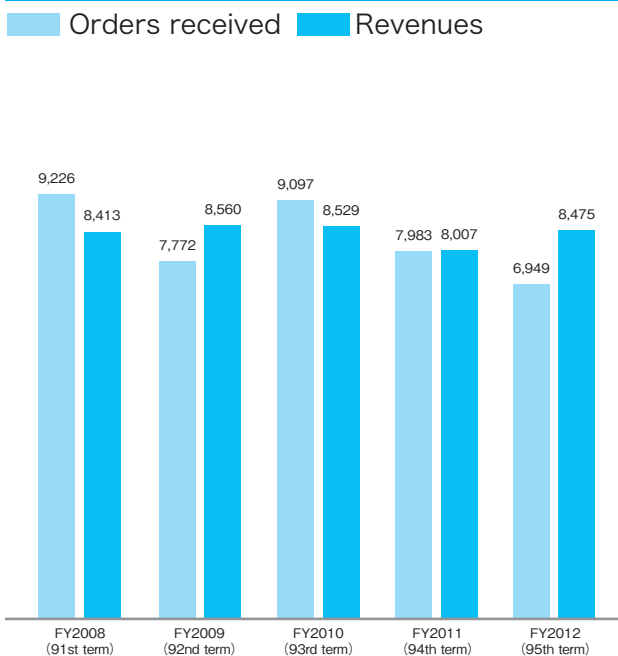
Communications construction (Units: JPY millions)



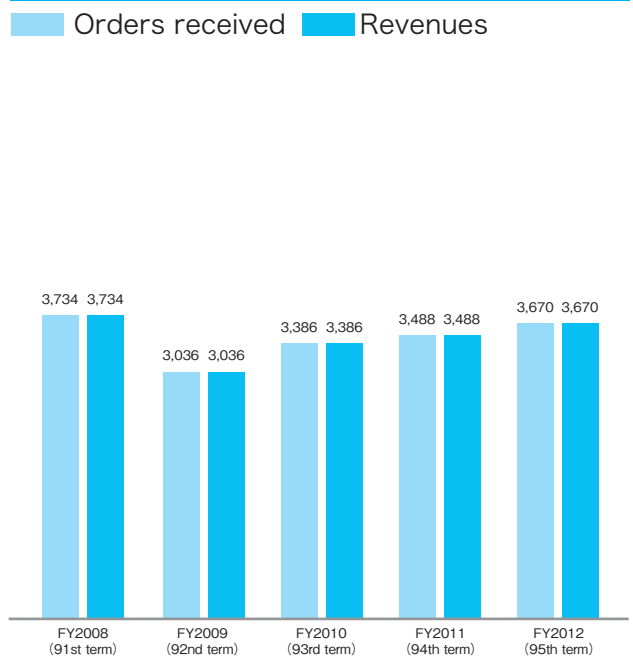
Indoor-wiring construction (Units: JPY millions)



Air-conditioning and plumbing construction (Units: JPY millions)



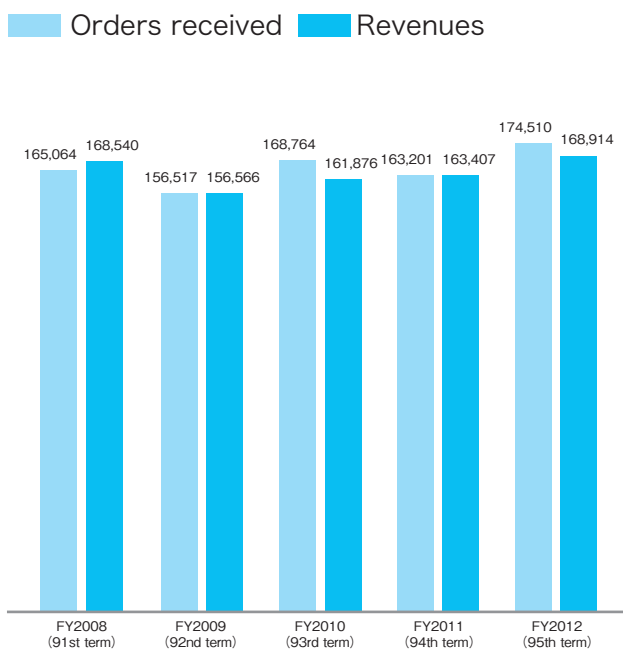
Product sales (Units: JPY millions)



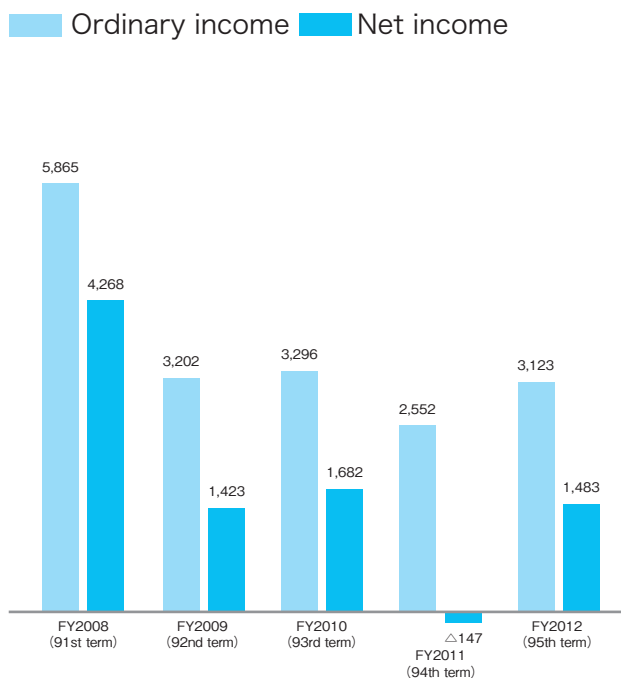
Performance trends

(April 1, 2012 to March 31, 2013)

Orders received and revenues (Units: JPY millions)



Ordinary income and current net income (Units: JPY millions)



Non-consolidated Balance Sheet TOENEC CORPORATION 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
ASSETS			
Current assets:			
Cash and deposits	¥12,463	¥11,794	\$132,521
Short-term investment securities	9,000	9,996	95,693
Deposits paid	10,000	10,000	106,326
Notes receivable, accounts receivable from completed construction contracts and other:			
Notes receivable-trade	2,398	2,117	25,497
Accounts receivable from completed construction contracts.....	44,530	40,555	473,474
Accounts receivable-other	1,067	1,043	11,355
	47,996	43,715	510,327
Allowance for doubtful accounts	(68)	(137)	(725)
	47,928	43,578	509,601
Inventories	6,517	5,683	69,298
Deferred tax assets	1,851	1,924	19,682
Other	2,200	2,171	23,402
	89,961	85,149	956,526
Total current assets			
Property, plant and equipment:			
Buildings and structures	44,254	43,892	470,546
Machinery, equipment and vehicles	13,068	11,436	138,957
Land	27,063	26,825	287,760
Construction in progress	247	27	2,630
	84,635	82,180	899,894
Accumulated depreciation	(37,961)	(35,972)	(403,635)
	46,673	46,208	496,258
Total property, plant and equipment			
Investments and other assets:			
Investment securities	7,081	6,253	75,290
Deferred tax assets	8,460	9,276	89,953
Other	2,171	2,156	23,090
	17,712	17,686	188,334
Total investments and other assets			
Total assets			
	¥154,347	¥149,043	\$1,641,119

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
LIABILITIES			
Current liabilities:			
Short-term loans payable	¥3,700	¥3,700	\$39,340
Lease obligations	1,663	1,319	17,682
Notes payable, accounts payable for construction contracts and other:			
Notes payable-trade	3,827	4,661	40,692
Accounts payable for construction contracts and other	30,975	27,568	329,352
	<u>34,802</u>	<u>32,229</u>	<u>370,045</u>
Advances received on uncompleted construction contracts	1,047	1,037	11,139
Income taxes payable	811	231	8,631
Other	8,285	6,831	88,095
	<u>50,310</u>	<u>45,348</u>	<u>534,935</u>
Noncurrent liabilities:			
Lease obligations	6,092	5,750	64,782
Provision for retirement benefits	27,990	28,964	297,611
Other	63	78	673
	<u>34,146</u>	<u>34,793</u>	<u>363,068</u>
Total liabilities	<u>84,457</u>	<u>80,142</u>	<u>898,003</u>
NET ASSETS			
Shareholders' equity:			
Capital stock			
Authorized - 200,000,000 shares			
Issued - 96,649,954 shares	7,680	7,680	81,667
Capital surplus	6,839	6,839	72,721
Retained earnings	54,247	53,700	576,799
Treasury stock	(1,422)	(1,416)	(15,121)
	<u>67,345</u>	<u>66,804</u>	<u>716,065</u>
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities	2,404	1,783	25,561
Deferred gains or losses on hedges	139	313	1,488
	<u>2,544</u>	<u>2,097</u>	<u>27,050</u>
Total net assets	<u>69,890</u>	<u>68,901</u>	<u>743,115</u>
Total liabilities and net assets	<u>¥154,347</u>	<u>¥149,043</u>	<u>\$1,641,119</u>

Non-consolidated Statements of Income TOENEC CORPORATION for the years ended 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
Net sales:			
Net sales of completed construction contracts	¥168,914	¥163,407	\$1,796,006
Cost of sales:			
Cost of sales of completed construction contracts	150,441	145,205	1,599,585
Gross profit	18,473	18,202	196,421
Selling, general and administrative expenses	15,726	15,956	167,218
Operating income	2,746	2,245	29,202
Other income (expenses):			
Interest income	81	106	864
Interest expenses	(394)	(350)	(4,190)
Other	535	270	5,689
	222	26	2,362
Income before income taxes	2,968	2,272	31,565
Income taxes:			
Income taxes-current	818	279	8,700
Income taxes-deferred	666	2,140	7,090
Net income (loss)	¥1,483	¥(147)	\$15,774
Per share of common stock:			
	Yen	Yen	U.S.Dollars
Net income (loss)	¥15.84	¥(1.57)	\$0.17
Cash dividends	10.00	10.00	0.11

Consolidated Balance Sheet TOENEC CORPORATION 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
ASSETS			
Current assets:			
Cash and deposits	¥14,026	¥12,805	\$149,136
Short-term investment securities	9,000	9,996	95,693
Deposits paid	10,000	10,000	106,326
Notes receivable, accounts receivable from completed construction contracts and other:			
Notes receivable-trade	2,401	2,153	25,531
Accounts receivable from completed construction contracts.....	45,472	41,327	483,492
Accounts receivable-other	1,008	997	10,719
	48,881	44,478	519,743
Allowance for doubtful accounts	(68)	(137)	(724)
	48,813	44,341	519,019
Inventories	6,773	5,861	72,018
Deferred tax assets	1,989	2,082	21,155
Other	2,602	2,453	27,669
	93,205	87,540	991,019
Total current assets			
Property, plant and equipment:			
Buildings and structures	45,669	45,206	485,587
Machinery, equipment and vehicles	21,129	21,888	224,664
Land	27,103	26,884	288,185
Construction in progress	248	79	2,641
	94,151	94,059	1,001,078
Accumulated depreciation	(44,753)	(44,583)	(475,846)
	49,398	49,475	525,231
Total property, plant and equipment			
Investments and other assets:			
Investment securities	16,212	15,147	172,383
Deferred tax assets	8,510	9,353	90,491
Other	2,016	2,010	21,436
	26,739	26,512	284,311
Total investments and other assets			
Total assets			
	<u>¥169,342</u>	<u>¥163,528</u>	<u>\$1,800,562</u>

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
LIABILITIES			
Current liabilities:			
Short-term loans payable	¥4,057	¥3,976	\$43,139
Lease obligations	1,745	1,784	18,559
Notes payable, accounts payable for construction contracts and other:			
Notes payable-trade	3,783	4,697	40,224
Accounts payable for construction contracts and other	32,016	28,094	340,421
	<u>35,799</u>	<u>32,792</u>	<u>380,645</u>
Advances received on uncompleted construction contracts	1,082	1,265	11,508
Income taxes payable	873	430	9,282
Other	8,925	7,418	94,905
	<u>52,483</u>	<u>47,667</u>	<u>558,041</u>
Noncurrent liabilities:			
Long-term loans payable	32	64	340
Lease obligations	5,833	5,593	62,026
Provision for retirement benefits	28,058	28,972	298,336
Provision for directors' retirement benefits	-	61	-
Other	80	98	854
	<u>34,004</u>	<u>34,789</u>	<u>361,557</u>
Total liabilities	<u>86,488</u>	<u>82,457</u>	<u>919,598</u>
NET ASSETS			
Shareholders' equity:			
Capital stock			
Authorized - 200,000,000 shares			
Issued - 96,649,954 shares	7,680	7,680	81,667
Capital surplus	6,839	6,839	72,721
Retained earnings	67,166	65,757	714,161
Treasury stock	(1,422)	(1,416)	(15,121)
	<u>80,264</u>	<u>78,860</u>	<u>853,427</u>
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities	2,416	1,792	25,699
Deferred gains or losses on hedges	139	313	1,488
Foreign currency translation adjustment	32	104	349
	<u>2,589</u>	<u>2,210</u>	<u>27,536</u>
Total net assets	<u>82,854</u>	<u>81,071</u>	<u>880,964</u>
Total liabilities and net assets	<u>¥169,342</u>	<u>¥163,528</u>	<u>\$1,800,562</u>

Consolidated Statements of Income TOENEC CORPORATION for the years ended 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
Net sales:			
Net sales of completed construction contracts	¥176,142	¥169,370	\$1,872,862
Cost of sales:			
Cost of sales of completed construction contracts	155,924	149,808	1,657,885
Gross profit	20,218	19,561	214,976
Selling, general and administrative expenses	16,553	16,721	176,002
Operating income	3,665	2,839	38,973
Other income (expenses):			
Interest income	80	104	853
Interest expenses	(383)	(362)	(4,077)
Other	723	535	7,694
	420	276	4,470
Income before income taxes	4,085	3,116	43,444
Income taxes:			
Income taxes-current	1,025	522	10,907
Income taxes-deferred	713	2,079	7,588
Income before minority interests	2,346	514	24,947
Net income	¥2,346	¥514	\$24,947
Per share of common stock:			
	Yen	Yen	U.S.Dollars
Net income	¥25.05	¥5.50	\$0.27
Cash dividends	10.00	10.00	0.11

Consolidated Statements of Comprehensive Income TOENEC CORPORATION for the years ended 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
Income before minority interests	¥2,346	¥514	\$24,947
Other comprehensive income			
Valuation difference on available-for-sale securities	620	46	6,598
Deferred gains or losses on hedges	(173)	(139)	(1,847)
Foreign currency translation adjustment	(71)	30	(761)
Share of other comprehensive income of associates accounted for using equity method	3	(0)	42
Total other comprehensive income	379	(62)	4,032
Comprehensive income	¥2,725	¥452	\$28,979
Comprehensive income attributable to			
Comprehensive income attributable to owners of the parent	¥2,725	¥452	\$28,979
Comprehensive income attributable to minority interests	-	-	-

Consolidated Statements of Cash Flows

TOENEC CORPORATION for the years ended 31st March, 2013 and 2012

	Millions of Yen		Thousands of U.S.Dollars
	2013	2012	2013
Cash flows from operating activities :			
Income before income taxes	¥4,085	¥3,116	\$43,444
Depreciation and amortization	4,420	4,352	47,001
Impairment loss	338	-	3,600
Increase (decrease) in			
allowance for doubtful accounts	(108)	(20)	(1,155)
provision for retirement benefits	(914)	(1,331)	(9,727)
provision for directors' retirement benefits	(61)	19	(656)
other provision	(192)	(642)	(2,044)
Interest and dividends income	(201)	(219)	(2,140)
Interest expenses	383	362	4,077
Foreign exchange losses (gains)	(26)	(15)	(279)
Loss (gain) on valuation of investment securities	65	46	691
Loss (gain) on sales of investment securities	(21)	0	(227)
Equity in (earnings) losses of affiliates	(423)	(381)	(4,505)
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	(104)	105	(1,110)
Gain on reversal of foreign currency translation adjustment	(113)	-	(1,201)
Decrease (increase) in			
notes and accounts receivable-trade	(4,311)	(4,562)	(45,838)
inventories	(888)	164	(9,450)
Increase (decrease) in			
notes and accounts payable-trade	2,335	1,319	24,828
advances received on uncompleted construction contracts	(206)	(1,028)	(2,195)
accrued consumption taxes	1,031	21	10,972
Other, net	352	582	3,750
	5,439	1,889	57,834
Income taxes paid	(623)	(1,553)	(6,632)
Net cash provided by (used in) operating activities	4,815	336	51,201
Cash flows from investing activities :			
Payments into time deposits	(210)	(70)	(2,237)
Proceeds from withdrawal of time deposits	210	437	2,237
Net decrease (increase) in deposits paid	-	(2,000)	-
Purchase of short-term investment securities	-	(497)	-
Proceeds from sales of short-term investment securities	1,000	2,470	10,632
Purchase of investment securities	(10)	(16)	(111)
Proceeds from sales of investment securities	84	516	902
Collection of loans receivable	13	15	141
Purchases of property, plant and equipment	(2,068)	(2,949)	(21,994)
Proceeds from sales of property, plant and equipment	277	12	2,952
Interest and dividends income received	395	322	4,205
Other, net	(176)	(270)	(1,872)
Net cash provided by (used in) investing activities	(483)	(2,029)	(5,144)
Cash flows from financing activities :			
Net increase (decrease) in short-term loans payable	28	(1)	303
Proceeds from long-term loans payable	330	200	3,508
Repayment of long-term loans payable	(318)	(217)	(3,381)
Purchases of treasury stock	(5)	(4)	(62)
Proceeds from sales of treasury stock	0	0	4
Repayments of lease obligations	(1,916)	(1,967)	(20,373)
Interest expenses paid	(383)	(363)	(4,081)
Cash dividends paid	(934)	(935)	(9,938)
Net cash provided by (used in) financing activities	(3,199)	(3,289)	(34,020)
Effect of exchange rate change on cash and cash equivalents	114	(4)	1,213
Net increase (decrease) in cash and cash equivalents	1,246	(4,987)	13,250
Cash and cash equivalents at beginning of period	27,264	32,252	289,897
Cash and cash equivalents at end of period	¥28,511	¥27,264	\$303,147

Received the Ten Years Award from the Society of Heating, Air-conditioning and Sanitary Engineers of Japan

In May 2012, the Chubu Electric Power Company, Ito Architects & Engineers, Inc., Soh Mechanical & Electrical Corp. and Dr. Kazunobu Sagara of Osaka University were recognized with the Ten Years Award by the Society of Heating, Air-conditioning & Sanitary Engineers of Japan for the proven continued performance of the high efficiency air-conditioning system and energy-saving efforts they provided for Chubu Electric Power's building in Gifu.



▲Award ceremony

Entry into Power Generation Business with a Mega Solar Farm

Toenec will be starting up in the power generation business in October 2013 after leasing the site of a former school in Kumano, Mie Prefecture and building the company's first solar farm. The farm will have about 9,900 solar panels of 250 W each and will generate 1,990 kW of power, which is enough for about 600 households. Plans are to sell all of the generated power to the Kansai Electric Power Company.



▲Conceptual image of the completed mega solar farm

Topics

Restoration from Disaster

Typhoon No. 4 brought widespread damage to the Tokai area in June 2012. Efforts that featured support from the entire company and over 3,000 personnel deployed in the field were directed at early restoration in the area of the Shizuoka Branch, which was the worst hit.

Extensive damage was caused again in the Tokai area when Typhoon No. 17 came ashore in September 2012. Toenec deployed over 2,000 personnel to quickly restore infrastructure.



▲Restoration work in Shizuoka Prefecture



▲Restoration work



▲Personnel deployed for restoration work in Shizuoka Prefecture

Activities of Toenec's Track and Field Club



▲New Year Ekiden (Relay)(57th New Year Ekiden)



▲52nd Ekiden of the Chubu Industrial Track and Field Association



▲67th Meigi Ekiden

Topics

New Products and Projects

■New “FX Steel Pipe Stand” for Ground Mounted Solar Panels

Toenec developed and put into practical use the new FX Steel Pipe Stand for Ground Mounted Solar Panels. Compared to a conventional concrete foundation, the new stand is environment-friendly as it generates hardly any industrial waste and it reduces the total cost from installation to removal.



▲FX Steel Pipe Stand



▲Workers installing the FX Steel Pipe Stand

■Sales of the “Deomeister” Hybrid Deodorizer Launched

Toenec started selling and installing the Deomeister hybrid deodorizer that was jointly developed in cohort with Chubu Electric Power Company, Shinko Actec Co., Ltd., and Showa Ceramics Co., Ltd. The Deomeister produces a high deodorizing effect as it incorporates two filters: a zeolite honeycomb filter and a photocatalytic ceramic filter. Moreover, it minimizes energy consumption because it is not a combustion system and it reduces running costs by automatically regenerating the filters.



▲“Deomeister” Hybrid Deodorizer

Recent Construction Projects

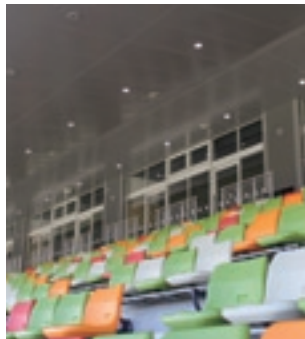
■Chukyo Race Course

The Chukyo Race Course is one of the racetracks of the Japan Racing Association. For renewal work at the track, Toenec was responsible for all electrical equipment and systems, as well as communications equipment for managing races. Work was completed in June 2012.

In the project, LED downlights with sensor-controlled dimmers were arranged across the grandstand ceiling and custom-made hanging LED lights were adopted for the open area of the entrance as environment-friendly, energy-saving equipment. Moreover, solar panels capable of generating 100 kW of energy were installed on the grandstand roof, the first such ever at a racetrack.



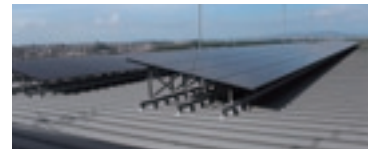
▲Grandstand at the Chukyo Race Course



▲LED lighting over spectator seating area



▲Hanging LED lights in entrance



▲Solar panels on grandstand roof

■South Wing of the Kamiida Daiichi General Hospital

Aiseikai Healthcare Corporation added a south wing to their Kamiida Daiichi General Hospital in June 2012. For the project, Toenec was responsible for installing electrical systems and air-conditioning for the new building and increased medical equipment.

To install both the electrical systems and air-conditioning, we worked with companies in charge of internal communications and air-conditioning control, and proposed technologies and hardware from a comprehensive perspective that could rely on teamwork.



▲South Wing of the Kamiida Daiichi General Hospital



▲Operating room



▲MRI room



▲Ward

■ Chiba Plant, Asahi Glass

In December 2012, Asahi Glass Co., Ltd. renovated their No. 1 High Voltage Substation of Chiba Plant. In the project, Toenec provided the civil engineering work, undergrounding cabling work, electrical equipment replacement and transformer replacement. Because the scope of work spanned widely from civil engineering to electrical work, the concerned departments cooperated and demonstrated Toenec's organizational strength in the project.



▲High Voltage Substation, Chiba Plant, Asahi Glass Co., Ltd.

■ Nakanoshima Festival Tower

In November 2012, the Nakanoshima Festival Tower opened as a new landmark in Osaka City. Toenec installed the central monitoring system and lighting control system. For the office area lighting on the upper floors, LED lights that automatically dim according to outside light were used. Also, energy-saving considerations were shown by synching entry/exit control systems with lighting and air-conditioning as a means for preempting any forgetfulness when it comes to turning off the lights and air-conditioning. Also, many of the technologies proposed by Toenec were adopted including ways to efficiently operate and manage the communications network.



▲Nakanoshima Festival Tower

Company Overview

Trade Name TOENEC CORPORATION
Head Office 20-31, Sakae 1-chome, Naka-ku
Nagoya, Aichi, 460-0008, JAPAN
Established October 1, 1944
Capitalization JPY7,680,785,924 (as of March 31, 2013)
Employees 4,974 (as of March 31, 2013)

Business Lines

1. Electrical and telecommunications construction
2. Pipe-laying
3. Fire-control system construction
4. Construction and building works
5. Scaffolding, earthworks, and concrete works
6. Road surfacing
7. Painting
8. Waterproofing work
9. Waterworks
10. Steel-structure construction
11. Machinery and tool installation
12. Interior finishing work
13. Cleaning-facility construction
14. Power provision, including hot and cold water systems and other systems such as steam and thermal generation, and wind and solar power generation
15. Electrical telecommunications construction
16. For all the items above, surveying, design, supervision, maintenance, and consultation services, along with associated commissioned research, planning, development, etc.
17. Procurement, manufacture, sale, and leasing of the goods listed below
 - A. For the items listed above, power cables, utility poles, power stringing tools, etc.
 - B. Control equipment for power generation and transmission, lighting equipment, and wiring materials
 - C. Electrical appliances, furniture, kitchen equipment, medical equipment, health and hygiene equipment, home-care devices, home-care goods, fitness equipment, sporting goods, apparel, and sundry items
 - D. Building plant and equipment, air-conditioning equipment, and compressors
 - E. Electrical telecommunications equipment, computer systems, data terminals, and parts related to these
18. Ordinary freight vehicles
19. Sale, leasing, and management of real estate
20. Investment and financing in other companies
21. Manpower dispatching
22. Any business related to any of the items above



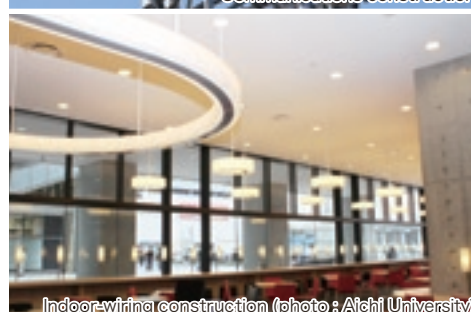
Electric wiring construction



Underground cable construction



Communications construction



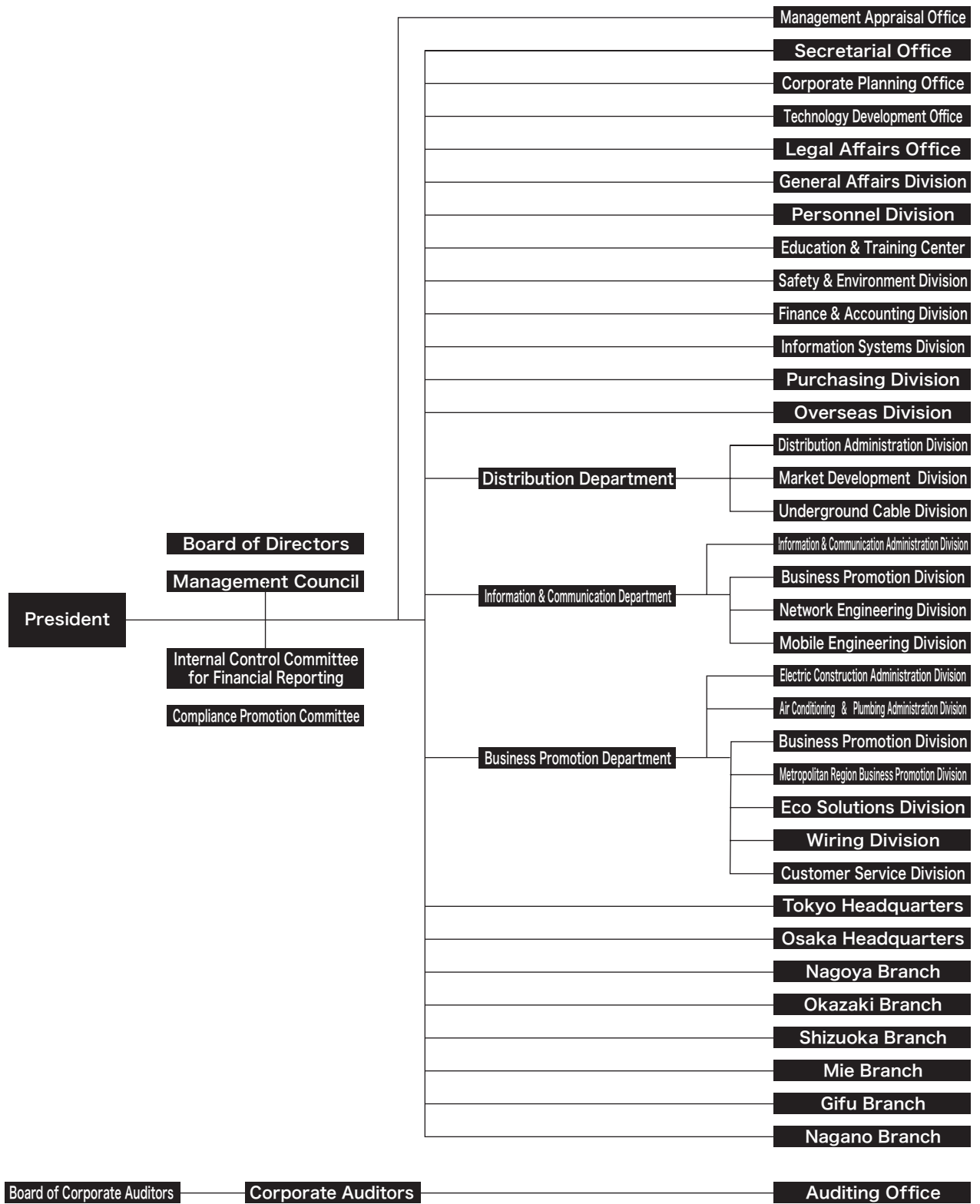
Indoor-wiring construction (photo : Aichi University)



Air-conditioning and plumbing construction

Organization

(As of July 1, 2013)



Trade name: **TOENEC SERVICE Co., Ltd.**

A d d r e s s : 3F Daitec Sakae Building, 22-20 Nishiki3-chome, Naka-ku,
Nagoya, Aichi, 460-0003, Japan

Phone: +81 (52)957-6950 Fax: +81 (52)957-6956

Representative: Mikio Niwa, President

Established: October 1, 1981

Capitalization: JPY 100 million

B r a n c h : Nagoya, Okazaki, Shizuoka, Mie, Gifu, Nagano, and Tokyo

Trade name: **FILLTECH CORPORATION**

A d d r e s s : 1-32 Chitose 3-chome, Minato-ku, Nagoya, Aichi, 455-0011, Japan

Phone & Fax: +81 (52)652-9938

Representative: Kazuo Uehara, President

Established: April 2, 2001

Capitalization: JPY 35 million

Trade name: **TOENEC CONSTRUCTION (SHANGHAI) Co., Ltd.**

A d d r e s s : 2F Chang Fa Building (East Area), No. 128 Wei Hai Road,
Huang Pu District, Shanghai city 200003, China

Phone: (86)21-6358-1878 Fax: (86) 21-6359-3876

Representative: Masaru Oonuki, President

Established: September 16, 2003 (Approved for operation January 19, 2004)

Capitalization: CNY 46,848,844.76

Trade name: **TOENEC (THAILAND) Co., Ltd.**

A d d r e s s : Room 1402, 2170 New Petchburi Road, Bangkapi

Huaykwang, Bangkok 10310, Thailand

Phone: (66)2-308-0320 Fax: (66)2-308-0322

Representative: Hiroshi Murase, Managing Director

Established: June 27, 1996

Capitalization: 10 million baht

Trade name: **TOENEC PHILIPPINES INC.**

A d d r e s s : Unit 802, Greenbelt Mansion Condominium 106 Perea Street
Legaspi Village, Makati City 1229, Philippines

Phone: (63)2-892-1285 Fax: (63)2-817-5628

Representative: Masato Okamura, Vice-president

Established: October 26, 1995

Capitalization: 1 million pesos