

Furukawa Electric Group CSR Report 2008



Furukawa Electric Group Philosophy

CORPORATE PHILOSOPHY

Drawing on more than a century of expertise in the development and fabrication of advanced materials, we will contribute to the realization of a sustainable society through continuous technological innovation.

MANAGEMENT PHILOSOPHY

With an eye to the future, we at the Furukawa Electric Group pledge to:

- Live up to the expectations and trust invested in us by society, with fairness and integrity.
- Apply the sum total of our expertise to satisfy our customers and grow with them.
- Continuously strive to achieve world-class technological innovation, and transform ourselves in every area of endeavor.
- Nurture human resources at every level, so that we can become a more diverse and creative organization.

The Furukawa Electric Group Credo

1. Maintain high ethical standards, and value honesty and integrity above all.
2. Continually improve, innovate, and lead, in every area of endeavor.
3. Take a hands-on approach that addresses the reality of every situation - in the office, at the factory, and on site.
4. Be proactive - take the initiative and work with others, persevering until a solution is found.
5. Maintain open channels of communication between departments and divisions, so that we can share ideals and help each other grow.



Editorial Policy

Scope of this Report

Organizations Covered

This Report covers The Furukawa Electric Co., Ltd. and all members of the Furukawa Electric Group, including affiliated companies.

Scope of Themes Covered

1) The economy

Furukawa Electric and its consolidated subsidiaries (110 companies)

2) The environment and society

Furukawa Electric and all companies participating in the Liaison Meeting for Consolidated Environmental Management*

* Refer to the List of Companies Participating in the Liaison Meeting for Consolidated Environmental Management.

Period Covered

From April 1, 2007 to March 31, 2008

Includes selected information on past initiatives and activities during fiscal 2008.

Editorial Policy

Furukawa Electric first started to issue Environmental Reports in fiscal 2000. Reflecting the growing need to also disclose information relating to social matters in recent years however, we decided to change the name of our fiscal 2006 publication to the Environmental and Social Report. Following organizational reforms in February 2007, we established a CSR Division and have since stepped up our CSR management activities. We consequently renamed this publication the "CSR Report" in 2007 and have since included information covering a broader range of areas, including both social and financial matters.

This Report has been compiled with reference to the Environmental Reporting Guidelines (Fiscal 2007 version) published by the Ministry of the Environment.



Contents

Message 3

Management

The Furukawa Electric Group Basic CSR Policy 5
 Corporate Governance 6
 CSR Management 7
 Compliance 8

List of Companies Participating in the Liaison Meeting for Consolidated Environmental Management

Company Name	Environmental Accounting
Access Cable Company	○
Asahi Electric Works Co., Ltd.	○
Inoue Manufacturing Co., Ltd.	○
NTEC Ltd.	○
F-CO Co., Ltd.	
FCM Co., Ltd.	
Okano Electric Wire Co., Ltd.	○
Okumura Metals Co., Ltd.	○
Kyowa Electric Wire Co., Ltd.	
The Zaikoo Co., Ltd.	
Sunsunny Industry Co., Ltd.	
Shodensha Co., Ltd.	○
Seiwa Giken Inc.	
Totoku Electric Co., Ltd.	○
FITEC Corporation	
Furukawa Automotive Systems Inc.	○
Furukawa Circuit Foil Co., Ltd.	○
Furukawa Sangyo Kaisha Ltd.	
Furukawa C&B Co., Ltd.	
Furukawa Industrial Plastics Co., Ltd.	○
Furukawa-Sky Aluminum Corporation	○
Furukawa Precision Engineering Co., Ltd.	
Furukawa Engineering & Construction Inc.	○
Furukawa Techno Material Co., Ltd.	○
The Furukawa Electric Engineering Service Co., Ltd.	○
Furukawa Electric Industrial Cable Co., Ltd.	○
The Furukawa Battery Co. Ltd.	○
Furukawa Logistics Corporation	
Furukawa Life Service Inc.	
Miharu Communications Inc.	○
Riken Electric Wire Co., Ltd.	○

Companies marked with a "○" in the Environmental Accounting column implement environmental accounting

*1) T.H. Furukawa Electric Co. Ltd. became the Hachinohe Plant of the Access Cable Company in April 2008.

*2) Furukawa Infonet Products Co. Ltd. changed its name to Furukawa C&B Co. Ltd. in December 2007 and assumed control of business activities from Broad Wireless Corporation in April 2008.

Inquiries

Safety and Environment Promotion Department, CSR Division
 The Furukawa Electric Co., Ltd.
 TEL: +81-45-311-1334 FAX: +81-45-311-1931

Economic Performance

Furukawa Electric Group Overview and Financial Report ... 9

Social Performance

Relationship with our Customers 11
 Relations with our Shareholders and Investors 13
 Relations with our Suppliers 14
 Relations with our Employees 15
 Involvement with Society and Local Communities ... 19
 Social Contribution Activities at Individual Works 22

Environmental Performance

Furukawa Electric Group Basic Environmental Policy 24
 Environmental Management Targets and Performance ... 25
 Environmental Management System 26
 Environmental Risk Management 27
 Business Activities and their Environmental Impact ... 28
 Environmental Accounting 29
 Producing Environmentally Friendly Products 30
 Efforts to Prevent Global Warming 34
 Zero Emission Activities 36
 Chemical Substance Management 37
 Environmental Preservation Data 38
 Initiatives at Affiliated Companies 39
 Third-Party Opinion 41
 History of Furukawa Electric's CSR Activities 42