1. Basic Concept
Furukawa Electric recognizes that preservation of the global environment is a critical issue for society, and shall incorporate consideration of environmental preservation issues into every phase of corporate activity, to contribute forwards the sustainable development of prosperous and bright society.

2. Activity Guidelines
1. All activity shall be based on an awareness of its effect on the global environment, and environmental preservation activity shall be continued.
2. We shall observe national and local environmental laws and regulations, and when necessary define our own standards and environmental objectives and targets.
3. Environmental issues shall be taken into consideration in every phase of our work from the R&D and design stages, and we shall strive to supply environmentally-friendly products.
4. In every phase of manufacturing, distribution and installation we shall work to reduce consumption of resources and energy, promote recycling, and reduce waste materials and environmental loading.
5. We shall create and maintain organizations as needed to promote environmental preservation activities, such as environmental management system.
6. We shall educate all employees regarding environmental preservation issues. Moreover we shall work to maintain and improve understanding of this policy and a better awareness of environmental preservation issues.

(Established January 5, 1998)

1972: "Company-Wide Regulations for Environmental Pollution Prevention" formulated
1974: Environment Control Department established
      Energy-Conservation Team started
1989: Team for Use Reduction of Specified CFCs started
      Renamed as Team for Use Reduction of Ozone Layer Depletion Substances in 1992
1993: "Basic Thinking on the Protection of the Global Environment" formulated
      (Furukawa Electric's voluntary plan for environment preservation)
1994: Committee for Company-Wide Promotion of Energy-Conservation established
1996: Specified CFCs and trichloroethane completely eliminated from the company
1997: Promotion Team for the Reduction of Industrial Waste started
1998: "Furukawa Electric Basic Environmental Policy" formulated
      Central Committee for Environment Control established
      Committee for the Development of Environment-Friendly Products established
      The Chiba Works acquired ISO 14001 Certification
      The Mie Works acquired ISO 14001 Certification
      "Company-Wide Regulations for Environment Control" formulated revising "Company-Wide Regulations for Environmental Pollution Prevention"
1999: Safety, Environment and Health Promotion Department started incorporating Environment Control Department and Safety Control Sections
2000: Environment and Energy Laboratory established
      Liaison Meeting of Group Companies established to be held twice a year
      Environment Report 2000 published
      Meeting of Persons in Charge of the Environment established
      The Hiratsuka Works acquired ISO14001 certification
      The Kambara Works acquired ISO14001 certification
      The Osaka Works acquired ISO14001 certification
2. Organization and Structure

Central Committee for Environment Control
Chairman: Director in charge of environment, Senior Managing Director
Member: Managers of divisions, Managers of Works

Safety, Environment and Health Promotion Department
Meeting of Persons in Charge of the Environment
Divisional persons in charge of environment

Committee for Company-Wide Promotion of Energy-Conservation
Chairman: Manager of division
Member: Environmental management representative, Managers of plants

Divisional Environment Committee
Chairman: Manager of division
Member: Managers of plants, Department managers

Subsidiary Working Group
Chairman: Manager of Works
Member: Environmental management representative, Managers of plants

Environment Committee of Plant

3. Acquisition of ISO14001 Certification
Recognizing early the importance of the environmental management system (EMS), Furukawa Electric has been constructing such a system of its proprietary design, and when an international standard for environmental management system was established, the company began to tackle acquisition of ISO14001 certification.

In 1998, the Chiba and Mie Works acquired the certification. These Works are composite production bases of large scale comprised of a variety of plants for such products as optical components, electric wires and cables, aluminum products, automobile components and copper products. Based on this acquisition experience, Furukawa planned to extend the acquisition program across the company, in which three Works acquired the certification in FY 2000 ending in March 2001, and three Works are due for acquisition by FY 2001, to be followed by the rest of the Works by FY 2002.

4. Company-Wide Environmental Monitoring
Within the framework of company-wide environmental management system, environmental monitoring of all the Works is carried out twice a year by the Safety, Environment and Health Promotion Department. In this program, achievements in the environment preservation activity and the progress of addressing environmental tasks at every Works are checked regularly, promoting continuous improvement of the company-wide EMS initiative.

5. Support for Environment Preservation Activities of Group Companies
It is essential to promote environment preservation activities on a group-company basis integrally. In accordance with this thinking, the Liaison Meeting of Group Companies was founded in June of 2000 to be held twice a year. In such meetings, environment-related regulations newly came into force are studied, environmental activities among group companies are comprehended, environmental tasks are shared generally, and environmental technologies are introduced. We intend to raise the level of environmental activity of our group companies as a whole, including addressing individual environmental tasks.

<table>
<thead>
<tr>
<th>Year</th>
<th>Works / Laboratories</th>
<th>Agency</th>
<th>Certificate No.</th>
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<tbody>
<tr>
<td>FY 1998</td>
<td>Chiba</td>
<td>DNV</td>
<td>EMCS-1208</td>
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<tr>
<td></td>
<td>Mie</td>
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<td>FY 2000</td>
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<td>EMSC-1699</td>
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<td>Kambara</td>
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<td>Osaka</td>
<td>DNV</td>
<td>EMSC-1114</td>
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<td>FY 2001</td>
<td>Shinagawa</td>
<td>Construction of EMS under way</td>
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<tr>
<td></td>
<td>Nikko (Kiyotaki District)</td>
<td>ditto</td>
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<td>Fukui</td>
<td>ditto</td>
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<tr>
<td>FY 2002</td>
<td>Nikko (Sheet Plant)</td>
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<td>Shiga</td>
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