

Furukawa Electric Group Responsible Sourcing of Minerals Policy

Furukawa Electric Group has addressed the issue of conflict minerals by formulating a Group policy entitled the Responsible Sourcing of Minerals and updated our CSR Deployment Guideline for Business Partners. We distribute these to Group companies and business partners to ensure their awareness.

The Responsible Sourcing of Minerals Policy states that: Suppliers are requested to prohibit the use of minerals sourced by unfair methods and the parts thereof its production processes.

Going forward, in addition to requesting the cooperation of Group companies and our business partners on these efforts, we will work with the Japan Electronics and Information Industries Association (JEITA), an industry organization, on initiatives targeting the responsible sourcing of minerals.

Conflict Minerals are defined as minerals (tantalum, tin, gold, tungsten or their derivatives) that originate in or near the Democratic Republic of the Congo that may help to finance armed conflict.

American Furukawa Conflict Minerals Policy Statement

On August 22, 2012, in order to implement the requirements under Section 1502 of the Dodd-Frank Wall Street Reform and Consumer Protection Act, the U.S. Securities and Exchange Commission (the “SEC”) issued final rules with respect to tin, tantalum, tungsten and gold, also known as “conflict minerals.” At issue are conflict minerals that directly or indirectly finance or benefit any armed group in the “Covered Countries,” which are the Democratic Republic of the Congo (“DRC”) and adjoining countries.

American Furukawa Inc. will be supporting its customers that are required to file annually with the SEC. In order to comply with the SEC conflict minerals rules and manage customer requests regarding conflict minerals, American Furukawa Inc. will:

- Educate its supply base with respect to the requirements on conflict minerals.
- Develop a centralized means of collecting, tracking and responding to customer requests.
- Assess its products and identify those for which conflict minerals are or may be necessary to their functionality or production.
- Develop processes to determine if such necessary conflict minerals originated in the Covered Countries or to confirm that they are from recycled or scrap sources. This will include supporting the Conflict-Free Smelter (“CFS”) Program developed by the Electronic Industry Citizenship Coalition, Incorporated (“EICC”) and Global e-Sustainability Initiative (“GeSI”) and obtaining information and assistance from suppliers to trace the origin of any necessary conflict minerals to a certified CFS.
- If it is found that any necessary conflict minerals are not from recycled or scrap sources and originated in the Covered Countries, develop processes to further determine whether such necessary conflict minerals finance or benefit any armed group in the Covered Countries.
- Based upon the information gathered utilizing the processes developed, prepare appropriate disclosures and as required, a Conflict Minerals Report.

Questions about this policy may be directed to conflictminerals@americanfurukawa.com