

We will expand the circle of contribution that links to society and to the future.

Ideal

Local communities and Japanese society

▶▶▶ We will coexist and cooperate with local communities and help foster the coming generations that will develop and handle future dream technologies.

International community

▶▶▶ We will respect the cultures of the various countries of the world and contribute to their prosperity by fostering their technology and human resources.

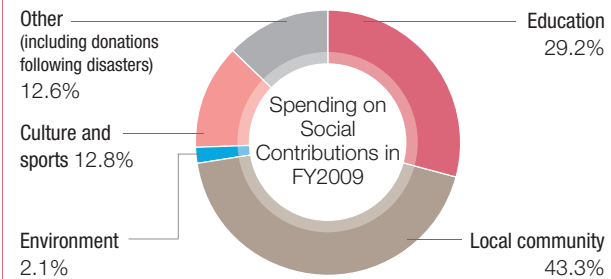
## Social Contribution Expenditures

### Spending on Social Contributions in FY2009

The KHI Group has been a member of the Japan Business Federation's 1% Club since it was inaugurated in 1990.

The purpose of the club is to try to make voluntary expenditures equivalent to at least 1% of ordinary income for social contribution, although the KHI Group exceeds this target in typical years.

Our expenditures include a variety of monetary contributions as well as voluntary programs like management of our corporate museum Kawasaki Good Times World, the holding of miscellaneous events, especially for children, cooperation for the advancement of the local community and a corporate forest restoration program.



## Teaching Children at Kawasaki Good Times World

### The KHI Group Contributes to the Education of Young People

In May 2006, we opened Kawasaki Good Times World, our corporate museum. The goal of this museum is to allow as many people as possible to experience the "wonders of technology" and the "importance of craftsmanship." We also established this facility in order to deepen communication with members of the community. Starting with our history of over 110 years and accurately showing changes through the eras, we introduce our representative products for the land, sea and air that have contributed to the development of society with our leading-edge technologies.

The Kawasaki Good Times World museum also holds various events and other programs as a part of our efforts to communicate with the local community as well as to foster the next generation.



### Parent and Child Summer Vacation Workshop

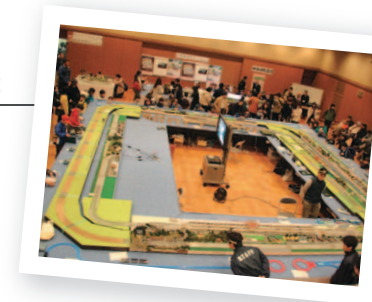
The workshop took place in August 2009. Thirty families built propeller airplanes after applying on the Kawasaki Good Times World website.



### Kawasaki BK117 Helicopter Rides

Over two days in July 2010, about 650 guests chosen by lottery from visitors to Kawasaki Good Times

World experienced the thrill of five-minute rides over Kobe. The event also included a workshop on making paper whirlybirds.



### Seventh Model Train Event

Our regular model train event was held in March 2010. More than 3,800 visitors attended over two days. Children and their parents enjoyed doing paper crafts at the event site.

### Providing an Off-Campus Learning Place for Kobe City Elementary Schools

Many elementary school students have visited Kawasaki Good Times World as an off-campus learning environment, and gained an interest in our products, technologies and craftsmanship as a result.



## "Social Seats" for "Vissel Kobe" J1 Soccer Club

Hoping to help young people grow in good health and to boost regional development by sports, we have officially supported the "Vissel Kobe" J. League Division 1 soccer club since the team's inception in 1995.



© Vissel Kobe

We also contribute to social welfare and promote sports by offering "social seats" at Vissel Kobe home games for orphans of Great Hanshin Awaji earthquake and children living in institutions.

## Exhibit at "Science Fair in Hyogo"

### "Widen Your Circle, Find Your Future"

Six "Super Science High Schools" from Hyogo Prefecture hosted the "Second Science Fair in Hyogo," where high school students present their scientific research. The KHI Group joined the fair and introduced our products and technologies for high school students.

Taking this kind of opportunities, we will contribute to fostering next generations using our resources of "treasure box of science."



## Scholarships for Human Resources Development in China

Our Plant & Environment Company operates two joint ventures in Wuhu City, Anhui Province, China: Anhui Conch Kawasaki Engineering Co., Ltd. (ACK) and Anhui Conch Kawasaki Energy Conservation Equipment Manufacturing Co., Ltd. (CKM). Based on the agreement with our partner Anhui Conch Venture Investment Company, we have donated one million yuan to Wuhu City as scholarships each year since FY2008 through our joint ventures. These funds are used as scholarships for exceptional students in Wuhu City to promote human resources development there.

## Lifesaving with AEDs

Three members of Kawasaki Precision Machinery (now the Precision Machinery Company) received the city of Kobe's "Flower Clock Award" in July 2010 for saving a man's life.

In April of this year, the man, an employee of a business partner, suddenly collapsed in the works of Kawasaki Precision Machinery in Nishi-ku, Kobe. Our employees discovered him in a state of cardiopulmonary arrest. They immediately called 119 and worked together to accurately and effectively apply CPR and use an AED stationed nearby to defibrillate his heart, thus saving his life.



From left, Haruo Adachi, Kumiko Sako, Yoshihiro Sumida

\* Flower Clock Award: An award given by the mayor of Kobe to honor citizens who do good deeds in their day-to-day lives or otherwise deserve commendation. The citizen's award is meant to spread good will in society and help people have a happy life.

## Disaster Support with Group Resources

Fifteen years have passed since the Great Hanshin Awaji earthquake. Damages caused by natural disasters persist, in Japan and abroad. We believe that businesses have a social responsibility not only to provide economic support through donations

but also to offer their products or resources if these are useful in times of emergency. This section introduces some examples of Group products and facilities that we have offered in various ways in the past.

### Great Hanshin Awaji Earthquake

#### Contributing with Company Products

##### Aerospace

We dispatched two helicopters manufactured and owned by the KHI Group to Hyogo Prefecture and Kobe City free of charge to help transport supplies. We have also offered maintenance and inspection services for fire and disaster prevention helicopters manufactured by us and owned by local governments for use in earthquake disaster measures.



##### Plant & Infrastructure

To respond to the need to process wood debris as quickly as possible, we set up two simple furnaces and four kiln-type incinerators, helping to process a vast amount of debris, for example from collapsed houses.

##### Motorcycles

We loaned ten motorcycles to Hyogo Prefecture and dispatched over 20 riders to support communication and distribute supplies. We also loaned 35 motorcycles to the Hyogo Prefecture Police.

##### Construction Machinery

We provided three construction machines (wheel loaders) to Kobe City and dispatched operators with them.



##### Crushers

We provided a concrete jaw crusher and an oversize waste crusher (Gulliver) to Kobe City and dispatched operators with them.



#### Use of Facilities

##### Kobe Head Office and various works in Hyogo Prefecture

We opened bathhouses of dormitories and health facilities under the control of each office for people in the region to use. (About 22,000 people used them over three months.) Some works additionally provided electricity using emergency generators and also distributed groundwater.

#### Other

- We distributed relief supplies such as bedding and heaters stored at works and drinking water and emergency provisions provided by other companies to the regional disaster headquarters and shelters.
- Starting from the day after the earthquake, the Sakaide Works (Kagawa Prefecture) provided relief supplies such as water and food to the Kobe Works and also dispatched support personnel to relieve surrounding areas.



MULE utility vehicle

Portable generator

### Other Disasters

#### Motorcycles, etc.

We donated 12 MULE utility vehicles to transport supplies following Hurricane Katrina in the US (August 2005) and 20 motorcycles for that purpose following the May 2006 Java earthquake in Indonesia. We additionally donated 80 portable generators following the December 2003 earthquake in Bam (southeastern Iran).

#### Construction Machinery

We donated one wheel loader each for removing debris after the Niigata Chuetsu earthquake, Sumatra earthquake and Indian Ocean tsunami disaster.

## Forest Restoration Efforts in Kawasaki Heavy Industries Saidani Nagomi-no-Mori in Taka-cho, Hyogo

### Corporate Forest Restoration Project

As a corporation that declares contribution to the global environment in our Group Mission, we seek to advance coexistence with local communities and contribute to the conservation of biodiversity. Since December 2008, Kawasaki Heavy Industries has participated in a corporate forest restoration project promoted by Hyogo Prefecture. We carry out activities such as planting trees, cutting undergrowth and thinning trees to restore vegetation and protect the ecosystem in a satoyama forest in a 14-hectare tract called the Kawasaki Heavy Industries Saidani Nagomi-no-Mori in Taka-cho, Hyogo.

### CO<sub>2</sub> Removals Certificate Conferred

The municipality of Taka-cho has given us a CO<sub>2</sub> removals certificate indicating that 15.61 tons of CO<sub>2</sub> per year are removed from the atmosphere thanks to our maintenance activities such as forest thinning and cleaning cutting in FY2009.



CO<sub>2</sub> removals certificate conferment ceremony



The third forest restoration event

### Forest Restoration Activities by Employees and Their Families

In April 2010, employees and their families participated in the third forest restoration event by planting, thinning and pruning trees. A Sugi (Japanese cedar) forest that was previously dim even during the day because sunlight could not penetrate was transformed almost beyond recognition by thinning and pruning into bright woodlands. Participants in this event could feel that they contributed to the conservation and regeneration of the forest.

After finishing the hard work, participants had social time with people from the local town council and forestry association before leaving Nagomi-no-Mori. The KHI Group will continue such forest restoration activities with our employees in the future.

### “Forest Restoration Training” for New Employees

Training for new employees at Akashi Works includes tree planting and pruning to raise awareness of environmental protection.

### MINEBULL Put to Work

Kawasaki Heavy Industries has delivered the MINEBULL, an anti-personnel mine clearance vehicle, to the Mine Clearance Planning Agency (MCPA, an Afghanistan NGO) under the Grant Assistance for Grass-roots Human Security Project of the Ministry of Foreign Affairs, Japan. MINEBULL started its operation in August

2007, and was certified in December 2009 by the Mine Action Coordination Center of Afghanistan (MACCA), a UN organization. As of June 2010, it has cleared over 530,000 m<sup>2</sup> of minefields in total. We will continue to support humanitarian demining activities and endeavor to contribute internationally.



MINEBULL