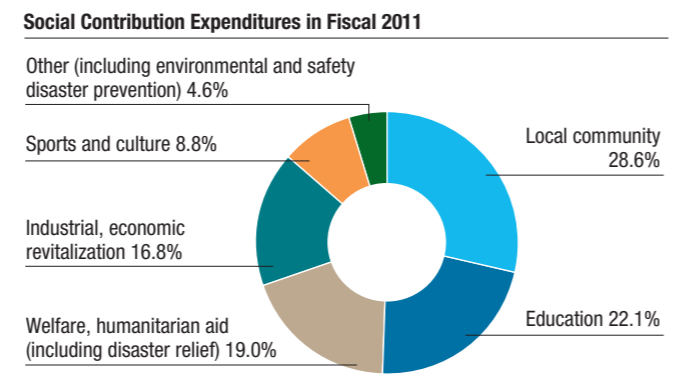


Theme **5** Social contribution
We will expand the circle of contribution that links to society and to the future.

Ideal
 Local communities and Japanese society: We will coexist and cooperate with local communities and help foster the coming generations that will develop future dream technologies.
 International community: We will respect the myriad cultures and numerous countries from around the world and contribute to their prosperity by fostering their technology and human resources.

Social Contribution Expenditures (Fiscal 2011)

The KHI Group donates funds for a variety of charitable activities and for disaster relief and also undertakes voluntary programs, including management of the corporate museum Kawasaki Good Times World, various events for children, support for culture and sports, involvement in local economic development projects, and corporate forest restoration projects.
 In fiscal 2011, the percentage of expenditures directed toward disaster relief was much higher than usual, owing to the Great East Japan Earthquake. Due to the catastrophic extent of devastation caused by this disaster, a sustained approach to support in money and in kind is required, and the Group will therefore continue to provide assistance in a variety of forms.



Support in the Area Devastated by the Great East Japan Earthquake

On March 11, 2011, eastern Japan was rocked by an earthquake of unprecedented force. The Group jumped into action immediately with assistance geared to demand in the disaster area. We knew what to do because we had experienced the devastation caused by the Great Hanshin Earthquake in 1995 in Kobe, where KHI is based.

On March 14, the decision was made to donate ¥100 million and relief supplies—Kawasaki-brand motorcycles D-TRACKER X and D-TRACKER 125, KCM-made wheel loaders, and an EarthTechnica-made crushing machine—worth ¥100 million, for a total contribution of ¥200 million.



Helicopter
 Loaned Company-owned helicopter to replace local government-owned craft that was destroyed in the disaster



Motorcycles
 For reaching people, getting around, and transporting relief supplies



Wheel loaders
 For clearing and carrying away rubble

Key Social Contribution Activities (Fiscal 2011)

Environment

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

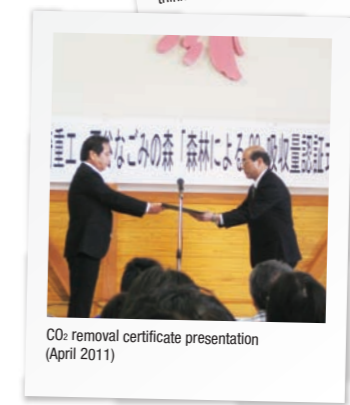
Having declared our commitment to the global environment in our Group Mission, we actively seek to coexist with local communities and protect biodiversity. Toward this end, in December 2008 we embarked on a corporate forest restoration project promoted by Hyogo Prefecture. Under this project, we are restoring vegetation and protecting the ecosystem in Kawasaki Heavy Industries Saidani Nagomi-no-Mori, a community forest spanning about 14 hectares in Taka-cho, Hyogo Prefecture. As of March 31, 2011, around 300 employees and their families had participated in four events designed to keep the forest healthy.

For the forest maintenance work, mainly thinning and improvement cutting, that KHI employees undertook in fiscal 2011, the municipality of Taka-cho presented the Company with a certificate indicating that 2.89 tons of CO₂ per year had been absorbed by a healthier forest.

At the forest restoration event in April 2011, about 70 people got involved, planting, thinning, and pruning trees in the community forest. In addition to forest maintenance, we also held a nature watching and observation program in the forest to raise awareness of environmental protection issues. We will continue to participate in forest restoration with the energetic support of our employees.



Woodworking class using wood from thinned-out trees (October 2010)



CO₂ removal certificate presentation (April 2011)



Employees and their families participate in tree planting event (April 2011)

Learning

Exhibit at "Science Fair in Hyogo"

KHI participated at the Third Science Fair in Hyogo, hosted by six "Super Science High Schools" from Hyogo Prefecture, and introduced various products and technologies. This kind of activity helps to develop the minds of the next generation on whose shoulders tomorrow's dream technologies rest.



Sports and culture

Social Seats for Vissel Kobe J1 Soccer Club

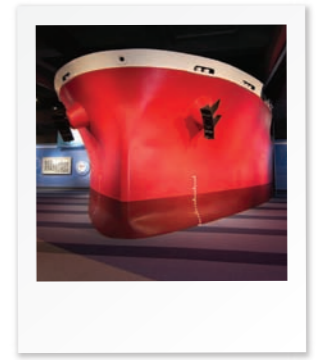
We contribute to social welfare and promote interest in sports by providing social seats at home games of Vissel Kobe—a J. League Division 1 soccer club that we support as official sponsor—so that children orphaned by earthquakes and children living in institutions can enjoy the excitement of a professional soccer game.



Local community

Corporate museum Kawasaki Good Times World

In 2006, we opened the corporate museum Kawasaki Good Times World. The facility underwent partial renovation in 2011. The museum functions as a conduit for communication with the local community and is a venue for various events that contribute to the development of the next generation.



Theme 5 We will expand the circle of contribution that links to society and to the future.