

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

Furukawa Electric publishes a CSR Report each year. Our goal is to report on our CSR philosophy and efforts and gain the understanding of our stakeholders, particularly those with whom we have a deep relationship, such as our customers, shareholders and investors, everyone in our local communities, our suppliers (partners), and our employees.

In the pages of this year's report, which covers fiscal 2012, we include an Emergency Report describing our

response to the Great East Japan Earthquake. We also present Special Features covering smart grids, which have been gaining more and more attention since the Great East Japan Earthquake, and the CSR efforts of Furukawa Industrial S.A. (FISA), a manufacturer and seller of telecommunications cable and related products in Brazil, which is one of the regions emphasized in our New Frontier 2012 mid-term management plan.

Scope of This Report

Organizations Covered

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

Period Covered

From April 1, 2010 to March 31, 2011

* Includes selected information on past initiatives and activities during fiscal 2012.

Scope of Data Covered

This report covers Furukawa Electric Co., Ltd. and its 109 consolidated subsidiaries. Exceptions to the scope of the data collected have been clearly stated.

Publication Timeframe

Publication date: November 1, 2011

Planned publication of next edition: November 2012 (previous edition published in November 2010)

Accuracy of the Data Disclosed in This Report

In order to maintain accuracy in data disclosure, the information provided in this report has been vetted by the divisions in charge of the relevant information, the Investor & Public Relations Unit and the Administration Department of the CSR Division, which is in charge of editing this report. We have also provided a third-party opinion so as to offer the point of view of an outside expert.

We are looking into obtaining third-party assurance of report content in the future.

Website

<http://www.furukawa.co.jp/english/csr/index.htm>

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Source Guideline

We referred to the GRI "Sustainability Reporting Guideline 2006 (3rd Edition)"* and the Ministry of the Environment's "Environmental Reporting Guideline 2007 Edition" in composing the Furukawa Electric Group CSR Report 2011.

Our own assessment places this report at the "B" standard in the GRI Application Level.

* Please refer to page 42, "GRI Guideline Table of Contents" which shows the correspondence of this report to the GRI Guideline.

Report Application Level	C	C+	B	B+	A	A+
G3 Profile Disclosures OUTPUT	Report on: 1.1 2.1-2.10 3.1-3.8, 3.10-3.12 4.1-4.4, 4.14-4.15	Report Externally Assured	Report on all criteria listed for Level C plus: 1.2 3.9, 3.13 4.5-4.13, 4.16-4.17	Report Externally Assured	Same as requirement for Level B	Report Externally Assured
G3 Management Approach Disclosures OUTPUT	Not Required		Management Approach Disclosures for each Indicator Category		Management Approach Disclosures for each Indicator Category	
G3 Performance Indicators & Sector Supplement Performance Indicators OUTPUT	Report on a minimum of 10 Performance Indicators, including at least one from each of: Economic, Social and Environmental.		Report on a minimum of 20 Performance Indicators, at least one from each of Economic, Environmental, Human rights, Labor, Society, Product Responsibility.		Report on each core G3 and Sector Supplement* Indicator with due regard to the Materiality Principle by either: a) reporting on the Indicator or b) explaining the reason for its omission.	

* Sector supplement in final version

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▲ Working for stable supplies of infrastructure products to help post-earthquake recovery.



▲ We offer energy/smart grid-related products and systems for the efficient use of natural energy.



▲ FISA, our Brazilian affiliate, contributes to regional social development through its manufacture and sales of telecommunications cables, local hiring, and education support for local children.