

Company : Taiheiyo Cement Corporation

Stock code : 5233

URL : <http://www.taiheiyo-cement.co.jp>

**Taiheiyo Cement Concludes  
Environmental Technology Licensing Agreements with  
Chinese Companies at the Japan–China Energy Conservation Forum**

November 8, 2009 - Taiheiyo Cement Corporation announced today that, together with two of its Chinese subsidiaries, it has signed agreements with two Chinese companies covering projects designated as Japan–China Energy Conservation and Environmental Business Promotion Projects at the fourth Japan–China Energy Conservation Forum held in Beijing. One of the two agreements entails a chlorine bypass technology license for application in a cement production line using calcium carbide residue as a raw material input. The other agreement is in relation to conducting a project to recycle incineration ash from Dalian’s urban waste incineration plant into cement raw material, for which a letter of intent was exchanged.

Both projects build on recognized technologies utilizing Taiheiyo Cement’s cement manufacturing process. Going forward, Taiheiyo Cement intends to continue leveraging its outstanding environmental technologies to accelerate the development of its business in China.

After the Japan-China Energy Conservation Forum, Taiheiyo Cement concluded a formal agreement regarding the licensing of the chlorine bypass technology.

1. Executive summary: “Agreement to collaborate on improving a cement manufacturing system using carbide residue via a chlorine bypass system and other energy-saving, environmentally friendly technologies”

**a) Parties**

Taiheiyo Cement Corporation (Japan)

Taiheiyo Cement (China) Investment Corporation (Chairman: Takashi Kato)

Xinjiang Tianye (Group) Co., Ltd. (Chairman: Guo Qingren)

**b) Description**

This project will allow the cement production line at Xinjiang Tianye (Group), which uses carbide residue as a raw material, to stabilize its cement production by implementing a chlorine bypass system patented by Taiheiyo Cement. Taiheiyo Cement will also train production-line workers, carry out technical diagnostics, and provide technical assistance for a new production line under construction by Xinjiang Tianye Water Saving Irrigation System.

2. Executive summary: “Letter of intent for a project to reuse Dalian garbage incinerator ash as a cement raw material”

**a) Parties**

Taiheiyo Cement Corporation (Japan)

Dalian Onoda Cement Co., Ltd. (Chairman: Takashi Kato)

Dalian Dongtai Industrial Waste Treatment Co., Ltd. (CEO: Dong Jinqing)

**b) Description**

Under this agreement the parties will hold discussions toward setting up a joint venture to use ash from Dalian’s municipal-waste incinerators for cement manufacturing by removing harmful substances to recycle it as a cement raw material.