

December 13, 2012

Company : Taiheiyo Cement Corporation
Stock code : 5233
URL : <http://www.taiheiyo-cement.co.jp>

**Taiheiyo Cement (China) Investment Corporation signs
JV agreement with Xinjiang Tianye (Group) Co., Ltd.**

December 12, 2013 - Taiheiyo Cement Corporation announced today that its Chinese Subsidiary, Taiheiyo Cement (China) Investment Corporation, has signed a JV agreement with Xinjiang Tianye (Group) Co., Ltd. (hereinafter “Tianye”) in Beijing.

The companies agreed to establish the joint venture “Xinjiang Tianye Taiheiyo Building Material Co., Ltd.” (hereinafter “TTBM”) in Xinjiang Uygur Autonomous Prefecture, PRC. Under the JV TTBM will construct a new cement plant to produce Ordinary Portland Cement, blended cement and special cement such as Moderate Heat Portland Cement. TTBM will utilize quicklime dust and the lower-quality limestone unsuitable for quicklime production which are currently generated in Tianye’s quicklime production facility adjacent to the new TTBM cement plant.

Profile of TTBM

- Company name (tentative) Xinjiang Tianye Taiheiyo Building Material Co., Ltd.
- Location Jinghe County, Bortala Mongol Autonomous Prefecture, Xinjiang Uygur Autonomous Prefecture, PRC.
- Total Investment 625 million RMB (approx. 8.1 billion JPY)
- Capital 312 million RMB (approx. 4.1 billion JPY)
- Ownership Taiheiyo Cement (China) Investment Corporation (40%)
Xinjiang Tianye (Group) Co., Ltd. (60%)
- Production item and capacity Ordinary Portland Cement, blended cement, special cement
1.2 million ton/year
- Production start November, 2014 (planned)