Communication with Stakeholders

Communicating with our stakeholders helps us grow as a company.

Our Approach to Communication

TEL is proactive in our communications with all of our stakeholders. We share as much information as possible about our business activities with everyone in order to advance our environmental, health and safety program. We find the feedback we receive in the give-and-take of these communications is irreplaceable. We have been publishing environmental reports since 2000. These help to advance communication and are sometimes used as

part of hands-on learning at manufacturing plants. We also provide EHS information on our website. We will continue to do our absolute best to further communications with our stakeholders



Company introduction using an Environmental Report

Sharing Information in the "EHS Times" and Intranet

TEL publishes an internal bimonthly magazine on the environment, health and safety titled "EHS Times" which gives simple descriptions of the minutes of Group EHS committee meetings, programs by Group companies or departments, and so on. Each company or office also publishes its own public-relations periodical, and these help keep company employees aware of EHS issues. TEL also uses its intranet to disseminate information throughout the company and for information exchanges.

Our Approach to Social Contributions

TEL's Management Philosophy states that "We place the highest priority on gaining the trust and acceptance of customers, suppliers, investors and communities around the world." and "We therefore strive to be a faithful and cooperative member of the communities and nations where we do business." TEL is engaged in a variety of activities to contribute to society and build relationships of trust with governments and local communities around its facilities. This is true in Japan, of course, as well as overseas. These efforts are based on the above principles. TEL will expand our activities, hand in hand with our customers and neighbors.

Efforts in Japan

TEL receives Higo water resources conservation prize

Koshi plant has been running a water conservation program to increase use of water circulation systems and other means for saving water. Our efforts were recognized in FY 2005 in the form of a Higo water conservation prize. This prize is sponsored by Higo Bank and the Kumamoto Nichinichi Shimbun (newspaper). It is presented to groups who are involved in efforts against pollution or the depletion of ground water. In FY 2004, Koshi

plant reduced its use of water at peak times by 40,000 tons thanks to the recirculation of industrial cooling water and vacuum pump seal water, the implementation of waterless vacuum pumps and other water conservation measures.



Higo water conservation prize presented

TOPICS

TEL's Corporate Philosophy Regarding the Environment

The Tokyo Electron Group recognizes that the preservation and continuing improvement of the environment is one of the most pressing matters facing society and must be given full consideration in business operations. TEL policies and operations are designed with the goal of achieving prosperity in harmony with the environment.

There are numerous examples of this philosophy in action. First, TEL works with neighboring companies to keep the community safe and clean by adopting streets that employees clean the area streets of trash as a volunteer group activity during work time. TEL also hosts a Texas Recycles Day Annual Event each year to educate employees about recycling at work and has recently joined Clean Air Partners program to help reduce the air pollution in central Texas. TEL has won both a Keep Austin Beautiful Award and a Keep Texas Beautiful Award for our both our community and environmental programs. In addition, TEL has signed to use 100% green energy.

On a very basic level, being a 100% green energy user is straightforward evidence of TEL's commitment to protecting the environment. TEL also joined the green power program early on as part of our overall corporate philosophy toward supporting the community as an active corporate citizen, especially in relation to the environment. Three years ago when we originally joined the program, there was a slight cost increase for using green power over traditional fuels; yet with

the fixed fuel cost as part of the agreement, we've actually begun to see a cost advantage to being a GreenChoice champion. TEL also wanted to support this important program for the state of Texas to emphasize the importance of using renewable energy and to help Austin Energy communicate that message to other corporations who may follow in our footsteps.

TEL is dedicated to working in accordance with corporate-wide best practices for the environment because, when it comes to preserving our environment, everyone is responsible. Yet, one of the biggest obstacles to renewable energy is the high capital costs - compared with the fossil-fuel alternatives. Renewable sources that are fairly competitive to the fossil fuel alternatives can be encouraged by businesses. TEL is currently doing this by being a part of Austin Energys 100% Green Energy program.

A summary of an interview with Louis Steen, in Spring of 2004 with Austin Energy, the main electric and alternative power company in Austin.



Louis Steen

VP of Marketing
Tokyo Electron U.S. Holdings, Inc.