PROFILE of West-Japan Auto Recycle Co. Ltd. (WARC)

1. Company Profile

LOCATION: Kitakyushu Ecotown, Fukuoka, JAPAN

CAPITAL: 100 Million Yen (0.8 Million US\$)

SHAREHOLDERS: Yoshikawa, Mitui & Co., Nippon Steel Corp, etc.

AREA: Total 20,000 m² Plant 4,500 m²

CAPCITY: 1,000 Cars/Month on the basis of 8 hours/day

2. Dismantling Process

2-1. Concept

"SHREDDER-LESS" dismantling process i.e. To complete dismantling without shredding operation by 4 parts-collecting sections and 1 car-body pressing section into the shape of 50x60x70cm set on a 62m long line

No1 Section: Suction of Fuel, LLC and Oils plus Removal of Bonnnet

(Main Equipments) Flaco's Liquid Suction Systems x 2

No2 Section: Removal of Tires, Battery, Fleon gas and Collection of Front/Doors Glass

(Main Equipment) Fleon Gas Collector x 2, Glass Collecting tools x 1 set

No3 Section: Removal of Engine/Mission, Suspensions, Exhaust pipe, and Catalyst plus

Collection of Rear Glass

(Main Equipments) Turnover x 1, Hydraulic Cutter x 1,

Electric Cutter x 1, Cantilever Crane x 1

No4 Section: Removal of Nonferrous Parts such as wiring harness,

Various Motors, Heater Core, Evaporator, Radiator and Computer Board

(Main Equipment) Hydraulic Body Grips x 1, Cantilever Crane x 2

No5 Section: Tri-axially pressing a body-shell into about 50x60x70cm

(Main Equipment) 600 ton Press Machine x 1

In addition, one Al- remelting furnace from engines and one Cu-reproducing machine from wire harness are being operated inside the company.

2 - 3. Main Features

- (1) No ASR(Automobile Shredder Residues) because of "shredderless"
- (2) Reproduction of High quality Fe scraps usable at LD converters
- (3) Execution of High Recycling Ratio---90% excluding thermal recycle
- (4) Presentation of Technical Information regarding Dismantlability and Recylclability toward Car Manufactures

3. Present Performance

Since started operations in February 2001, the number of ELVs dismantled has steadily increased as follows. Note that the above-mentioned capacity of 1000 cars/month can be achieved by 6 operators in the dismantling line, that is 45 cars per 8 hours per day, and presently 1500 cars/month by the addition of 3 more operators for the extra 8 hours per day.

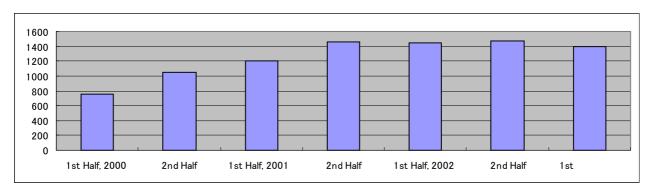


Fig.1 Change of Cars Dismantled by Time

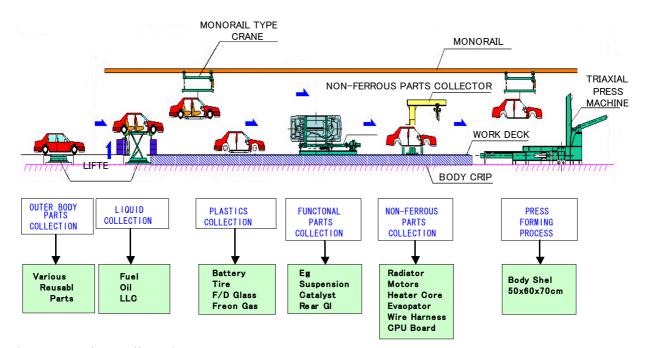


Fig.2 ELV Dismantling Flow at WARC

Features of WARC Process

- 1. On-line Part-by-Part Collecting System to Obtain High Recycle Ratio
- 2. High Efficient Dismantling Process at Speed of 8.5 Minutes / Car

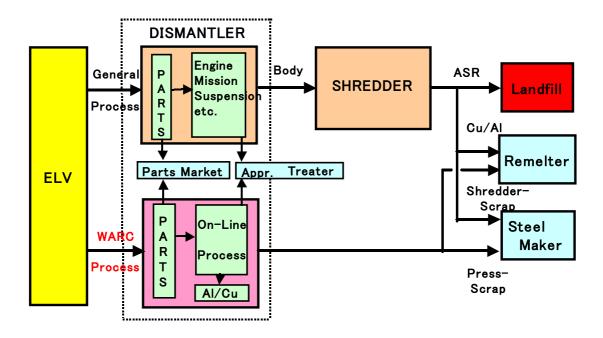


Fig.3 ELV Recycling Flow -General Process vs. WARC Process

Features of WARC Process

- 1. Shredder-less \rightarrow ASR free \rightarrow No Need to Landfill
- 2. Press-Scrap Return to BF Steel Maker → Horizontal Recycle

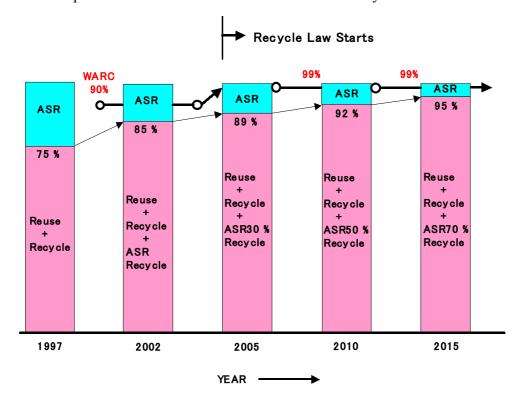


Fig.4 Recycle Rate of ELV - Country Target vs. WARC