Environmentally Friendly Distribution

Casio is taking bold steps to reduce environmental impact by improving the efficiency of distribution through a modal shift and other measures.

Casio is working to reduce environmental impact under a policy that targets both environmentally friendly distribution and improved distribution services for customers.

Distribution Initiatives in Japan

- Target: Reduce CO₂ emissions per unit of sales by 50% by fiscal 2008 compared to fiscal 2001.
- Fiscal 2006 performance:

Fiscal 2006 CO₂ emissions were 97.2% those of the previous fiscal year and 94.8% on a per-unit-of-sales basis. CO2 emissions per unit of sales were reduced by 40% compared to fiscal 2001.

Distribution-related CO₂ emissions per unit of sales CO₂ emissions per unit of sales (Unit: tons-CO2/¥ hillion) 20.0 16.0 15.0 11.0 10.2 9.6 10.0 5.0 FY2004 FY2005 FY2006 CO₂ emissions (Unit: tons-CO2) Suzuka → Customei 5.000 Distribution Center → Customer 4.323 Suzuka → Distribution Center ■ Plant/port → Suzuka 4,000 3.417 3 279 3.321 1,758 435 697 3,000 742 1,155 1.126 1.077 2,000 1.86 1.249 1.000 1256 344 FY2005 FY2001 FY2004 FY2006 * Finished products in Japan only, excluding the shipment of system products

* Totals in the graph may not be perfect due to the rounding of fractions.

Distribution initiatives outside Japan

- Target: Reduce CO₂ emissions per unit of sales by 5% by fiscal 2008 compared to fiscal 2005.
- Fiscal 2006 performance:

Fiscal 2006 CO₂ emissions were nearly level with those of fiscal 2005, at 100.6%, but were 96.9% on a per-unit-ofsales basis, a roughly 3% decrease.

Fiscal 2006 CO2 emissions by region/route

				Unit: Tons-CO2
	Sea	Air	Rail	Total
North America	11,751	28,812	1,611	42,174
Europe	10,198	31,695	0	41,892
Japan	3,126	8,718	0	11,844
China	134	211	0	345
ASEAN	118	0	0	118
Total	25,327	69,436	1,611	96,373

Finished products only

Noteworthy efforts

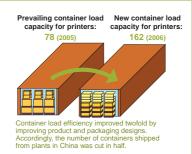
- Shipments to Europe Casio reduced CO₂ emissions by switching some shipments to Europe from air, to sea and air through Dubai.
- Shipments to North America Casio reduced CO2 emissions by adopting all-water shipments over the prevailing sea and rail shipments to the east coast of North America.



Noteworthy efforts

Improved shipping boxes for printers

> Casio improved the container load efficiency twofold by improving product and packaging designs.



Future initiatives

Casio needs to gain an understanding of its overall shipment volume in order to comply with Japan's revised Energy Conservation Law that came into effect in April 2006.

Going forward, Casio will first work to gain an understanding of this year's shipments that are not currently monitoredthat is, shipments of system products and shipments of items other than finished products, including parts. In addition, Casio will continue to promote the consolidation of sites and the modal shift with a view toward achieving its fiscal 2008 targets in and outside Japan.