

Investment for Expanding Titanium Sponge Production Capacity in Wakamatsu Plant

We are pleased to announce that we have decided to expand the capacity of existing titanium sponge production line in Wakamatsu plant in order to accommodate the current demand increase. We expect the expansion to be completed in rather short period of time. Also, we are going to further expand our production capacity of titanium sponge as the worldwide titanium demand increases.

Outline of the expansion plan

Capacity to be added	3,600MT per year
Investment	Approximately ¥ 3.9 billion
Schedule	Feb. 2011 Start of construction Apr. 2012 Start of commercial production

Ref: Titanium Sponge Production Capacity of Toho Titanium Co. Ltd.

[unit: MT per year]

	Present	After Expansion
Total	25,200	28,800
Chigasaki Plant	13,200*	13,200
Wakamatsu Plant	12,000	15,600

* Nameplate production capacity and product-mix capacity of Chigasaki plant used to be 16,000MT per year and 14,400MT per year respectively. Since we dismantled small-sized reduction facility at the end of 2010, its effective production capacity in terms of product-mix is now 13,200MT per year.