Environmental Management

We are continuously working to improve our ISO14001-based environmental management system and to promote unified environmental management of the Fujitsu Group.

EMS Implementation and Operational Status

We obtained integrated ISO14001 certification, which is an international EMS standard, covering our domestic consolidated subsidiaries at the end of fiscal 2004. In fiscal 2005, we expanded our EMS coverage to include certain overseas Group companies. By the end of fiscal 2006, we had acquired globally integrated ISO14001 certification covering 88 domestic Group companies and 11 overseas Group companies.

Furthermore, 33 of our non-manufacturing overseas consolidated subsidiaries have implemented and are operating environmental management systems based on common standards derived from the Fujitsu Group Environmental Policy. In this way, we have established a framework for environmental management of the entire Group.

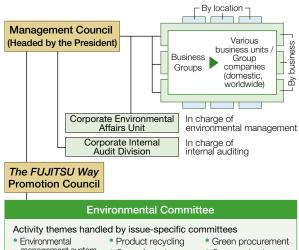
Environmental Promotion Structure

In order to carry out management decisions quickly, the Fujitsu Group environmental management system has been developed in accordance with our business organization, that is, our business group structure. In particular, we have constructed a matrix structure that combines both line activities that promote environmental efforts according to the characteristics of each business group and site activities that deal with common themes at each factory or business site.

The Management Council makes decisions on EMS activities, and those decisions are transmitted to each business group. For each environmental activity theme, an issuespecific committee, consisting of concerned parties that transcends the business group/unit organizational structure, discusses the establishment of concrete environmental action plans and improvements to the EMS. The Environmental Committee manages and oversees these efforts and provides feedback to the Management Council, which is later reflected in the activities in each of the business groups.

To strengthen communication with Group companies, we hold meetings of the Domestic Affiliated Companies' Supervisory Environmental Council, comprising the heads of our domestic Group companies, and of the EMS Managers Council, for managers in charge of actual EMS operations. With respect to our overseas operations, we hold global EMS conferences in each of our four key geographies, Asia-Pacific, China, North America, and Europe, where we provide information on the direction of environmental activities for the Group as a whole and the results of management reviews.

Structure for Environmental Activities



management system Green products Environmental

solutions

- Green factories
- Prevention of alobal warming Green distribution
- Communications
- Individual environmental activities

Domestic Affiliated Companies' Supervisory Environmental Council Fujitsu Group Worldwide

Strengthening Worldwide Environmental Activities

In fiscal 2006 we held a global EMS conference in Singapore to which we invited Group companies from the Asia region. We presented the results of the Stage IV Environmental Protection Program and an overview of Stage V, exchanged opinions on environmental efforts starting in fiscal 2007, including items requested by local companies, and deepened understanding of the Group's overall direction in this area. We also held a similar conference in China and plan on holding conferences in North America and Europe in fiscal 2007

At the same time as the EMS meeting in Singapore, we took the opportunity to exhibit at the Eco-Products International Fair 2006 in Singapore for the first time as the

Fujitsu Group, and also held he Fujitsu Environmental orum outside Japan for he first time. These efforts ave increased our local ustomers' understanding f Fujitsu's environmental ctivities.



Environmental Forum in Singapore

Implementing Environmental Audits (internal audits)

Internal audits of the Fujitsu Group are carried out by the Corporate Internal Audit Division under the basic principles of independence and objectivity.

In fiscal 2006, the main points brought up by the internal audit were items concerning compliance, evaluation of environmental influences and setting targets, implementation, planning, and education. In fiscal 2007, we will work to reduce the number of points raised in the audit by taking measures that include holding EMS briefings, joint implementation of risk inspections with facilities divisions, and providing training for internal environmental auditors as well as for workers who handle industrial waste. Specifically, regarding the handling of industrial waste, along with implementing priority checks in our internal audits, in fiscal 2006 we implemented educational programs with specialists from outside the company for workers who handle industrial waste at nine of our locations in Japan. A total of 328 persons received this training, and in fiscal 2007 we intend to step up these efforts.

Among the new initiatives started in fiscal 2006, internal auditors are recording positive examples they notice during the course of their audits and holding these up as best practices that can be shared with and extended to various sites throughout the Group.

Implementing Management Reviews

Through deliberations of the Environmental Committee and Management Council, we carry out management reviews to evaluate the effectiveness of our domestic and international environmental activities and discuss the future direction of such activities. In fiscal 2006 we decided to promote the following key initiatives going forward.

- Provision of customer-centric products and solutions differentiated by superior characteristics in areas such as handling of risk, energy savings and resource savings.
- Full-fledged implementation of global warming countermeasures
- Implementation of governance that considers the global supply chain
- Promoting environmental consciousness-raising activities for all employees

We have incorporated these initiatives into the Stage V Environmental Protection Program that starts in fiscal 2007, announced them to the Fujitsu Group, and will work to give concrete shape to them in the actions of each and every employee.

Status of Environmental Compliance

In fiscal 2006, there were ten transgressions of environmental regulations by the Fujitsu Group. These involved water quality, noise, and effluent leakage, and we corrected all of them within fiscal 2006.

Regarding the Targets of the Stage V Environmental Protection Program

Strengthening Our Environmental Management System

We will work to improve our globally integrated environmental management system and strengthen environmental efforts in our main business activities (including development, design, procurement, manufacturing and sales) by constructing a mutual internal audit framework among Group companies and implementing educational advancement programs for internal auditors using external specialists.

We will also strengthen environmental governance throughout the supply chain by supporting the expansion and improvement of the environmental management systems of our business partners and promoting green procurement.

Strengthening Environmental Governance throughout the Supply Chain

Range of Initiatives

