Dec. 4, 2014

(CFP Corporation

<u>A delegation from Cape Town, South Africa visits Japan</u> to inspect waste-management and recycling technologies

In December, 2014, through an invitation from JICA, three representatives (one city council member and two city officials) from Cape Town, the Republic of South Africa arrived in Japan to learn of Japan's waste-management and recycling technologies. During their stay, they visited a waste incineration plant in Hiroshima City, a recycling plant and an RDF power plant in Fukuyama City, and our company (CFP).

On December 1st, the city of Cape Town made a courtesy visit to Hiroshima Prefecture's Governor Yuzaki, where representatives from JICA and CFP were also present.



Governor Yuzaki himself assisted in the promotion of CFP's Waste Plastic-to-Oil Production system and facilitated a relationship of mutual trust between the city of Cape Town and CFP in Hiroshima.

Through the sale of Waste Plastic-to-Oil Production system, we hope to make significant and lasting contributions to the development of Hiroshima's local economy On December 2nd, the delegation visited CFP for a meeting regarding progress on South Africa's pilot project, and had a discussion with us on next year's installation and operation of Waste Plastic-to-Oil Production plant.



Through a consignment contract with JICA, CFP is currently implementing "diffusion and demonstration projects"* of our waste plastic fuel technology in Cape Town. South Africa's waste plastic recycling rate is approximately 18%, a relatively low rate with most plastic waste being dumped directly into landfill sites. Cape Town is one of the few cities in South Africa that separates the waste into several categories. Through the introduction of CFP's Waste Plastic-to-Oil Production system, they are aiming the goal of alleviating South Africa's environmental problems by creating a recycling system for sustainable waste management.

% "Diffusion and demonstration projects" are a type of overseas development assistance project run by JICA for small and medium-sized companies. The goal is to demonstrate the effectiveness of the products and technologies of small and medium-sized Japanese companies in the development of developing countries, and to speed diffusion of these technologies through enhanced regional adaptability. JICA concluded a contract with a consortium of CFP and Kanemiya Co. Ltd. (Aichi Prefecture) in March of 2014. This project is expected to contribute to developing countries and revitalize regional economies where adopting companies are located.

End of Report