

Announcement Pertaining to the 4th Mid-Term Business Plan

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The Company has finalized its 4th Mid-Term Business Plan (fiscal years 2008 through 2010). As such, we hereby announce the details.

1. Management Principles

(1) Focusing on the Core Business

The Company will focus on Metal Refining (Recycling) Business, for which we have a history and reputation; used Machinery Business, for which we have Japan's top market share; and the Real Estate Business, with profitability as our top priority.

(2) Valuing our Shareholders

The Company will be united under the notion of 'continuously being in combat' to enhance awareness and focus to increase our profitability. We are currently aware of our floundering share prices, but believe that by focusing on our core business we can enhance business performance so that we can generate profits that enable us to realize dividend payments.

(3) Future vision

In the future, we endeavor to establish individual companies for each business division while acting on M&A opportunities to acquire subsidiaries under a holding company that manages all the companies. The aim is to realize fast decision making and dynamic execution of decisions in management to ensure we realize our business plans with confidence.

2. Fundamental Strategies

(1) Summary of the 3rd Mid-Term Business Plan

In 2007, while still being in the midst of the 3rd Mid-Term Business Plan, the Company has decided to withdraw from the Investment Business. As a result of this decision, our business activities have changed significantly. And as such, we have established a new 4th Mid-Term Business Plan incorporating these changes.

(2) Fundamental Strategies of the 4th Mid-Term Business Plan

a) Metal Refining Business

The Tokyo Plant has a metal refining and collection facility utilizing the solvent extraction method. The plant has a monthly output of 550kg of gold base metal.

Eight sales operations groups are currently established in the Tokyo Branch, Okachimachi Branch, Okachimachi South Branch, Shinjuku West Branch, Kofu Branch, Osaka Branch, Nagoya Branch and Fukuoka Branch. During fiscal 2007, we will add the Ginza Branch and establish another new branch while moving the Osaka location to a more commercially attractive site. There will then be 10 branches around Japan.

Furthermore, we plan to establish an additional five branches during the new Mid-Term Business Plan period.

The metal refining business will be centered on the recycling of gold and platinum to further enhance turnover and profitability.

(b) Real Estate Business

We will utilize our strengths in collecting information and the abundant financial resources to establish a secure business model that minimizes risk in the purchase and sales, coordinating of purchasing and sales, and development of real estate.

Regarding the real estate assets currently owned by the Company, we will make plans based on changes in market conditions.

(c) Machinery Business

A business model focusing on the procurement and sales of used machine tools and metal sheet machines is being established as the business model for this division. The Company will increase the number of sales personnel to realize higher revenues and profitability. There is a further growing need both in and outside of Japan for lower cost used machine tools and metal sheet machines to which the Company must respond through sales efforts. The Company will also engage in the dealing of new machine tools and other equipment to expand our sales channels.

3. Financial Targets

(1) Consolidated Financial Targets

Revenue targets for the final fiscal year is 35.8 billion yen with a recurring profit of 1.3% and a 3.3% ROE.

(unit value: million yen)

Item	FY2008	FY2009	FY2010
Revenue	30,100	34,000	35,800
Recurring Profit	200	340	470
Recurring Profit Margin	0.7%	1.0%	1.3%
Current Profit	170	310	440
ROE (%)	1.3%	2.4%	3.3%

(2) Financial Targets by Business

(unit value: million yen)

Item	FY2008	FY2009	Growth Rate	FY2010	Growth Rate
Metal Refining Business	22,900	26,000	13.5%	26,900	3.5%
Real Estate Business	4,400	4,900	11.4%	5,400	10.2%
Machinery Business	2,800	3,100	10.7%	3,500	12.9%
Total	30,100	34,000	13.0%	35,800	5.3%

(3) Projected Business Performance for Fiscal 2007 and Revenue Comparisons

(unit value: million yen)

Item	FY2007 Outlook	FY2008 Outlook	Growth Value	Growth Rate
Metal Refining Business	20,700	22,900	2,200	10.6%
Real Estate Business	2,100	4,400	2,300	109.5%
Machinery Business	2,600	2,800	200	7.7%
Investment Business	300	----	- 300	----
Total	25,700	30,100	4,400	17.1%

(4) The following are detailed actions planned to realize the FY2010 plan:

The metal refining business currently has output capacity of 550kg/month in gold. Additionally, the Company will launch its platinum refining business with the introduction of the solvent extraction method with an initial target output of 20kg/month. Regarding sales operations, the Company will establish 10 branches by the end of FY2007, aggressively procure raw materials from which to extract gold and platinum to realize higher revenues.

Furthermore, in FY2008, the Company plans to expand its sales operations to additional two or three branches in its endeavor to aggressively expand its gold and platinum recycling business. In the real estate business, the Company aims to achieve revenues of 4.4 billion to 5.4 billion yen per annum. Sales of real estate assets currently held by the Company will be planned and executed based on market movements. In the machinery business, the Company will aggressively expand its sales force to achieve higher revenues. We will establish a new machinery section to open new sales channels through the sales of new machine tools and other equipment.

4. Yugashima Mine Boring Project

(1) Plan History

The Izu Peninsula, where the Company owns a mining district, is home to many gold mines and in particular, there is a concentration of large scale mines in the central area. Of these, Yugashima Mine is a representative and it was operational through to 1972. The vicinity of the Yugashima Mine is included in the Izu Area Broad Area Research Project, whereby the Japan Oil, Gas, and Metals National Corporation has conducted research over several years. In parallel to this, the Company has conducted research on the soil quality and existence of smelters in the Yugashima to Joren Mine district and has established a boring plan. Of this boring project, the location with the highest potential of a mine is under the existing mine floor of the Yugashima Mine about which we know much due to the mine's being well developed.

The Company hereby announces its boring project which will enable it to research and understand the actual land quality under the Yugashima Mine floor.

(2) Project Outline

Name of Project	Yugashima Mine Floor Boring
Depth of Boring	800m
Application Submission Date	September 2007
	Application to Bore submitted to the Ministry of Economy, Trade and Industry Kanto Economics Bureau Resources Energy Environment Division Mining Section
Period	January through May 2008
Project Budget	45 million yen

Furthermore, please note that the financial targets stated herein may differ from the actual financial performance of the business due to changes in the economic environment and social situations.

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