

May 16, 2006

To whom it may concern,

Company Name: ASTI CORPORATION
Stock Code: 6899
Stock Exchange Listing: Second section of Tokyo Stock Exchange
and Nagoya Stock Exchange
Address of the Head Office: 626, Fukushima-Cho, Hamamatsu City, Shizuoka
Contact Person: Goichi Watanabe,
Director, Administration manager
Telephone Number: 0538 (66) 5577

Information regarding the new construction of the head office building and main factory

We would like to announce that the Company has decided the following matters regarding the new construction of the head office building and main factory at a board of directors meeting held on May 16, 2006.

1. Reasons for the construction

Currently we produces electrical components for auto industry at seven separated factories with most production being at the Fukushima Factory (in Hamamatsu City), and improvement of productivity including logistics has been an issue. In addition, since our administrative department is divided into separate locations in four major factories including the Ryuyo Factory (Iwata City), elimination of inefficiency due to frequent traffic between the factories and realization of smoother exchanges of information and communication among them has been another issue. Considering these problems, reviewing the productivity of our manufacturing department and administrative department will be handled in our new midterm business plan.

To solve these problems, we have decided to build a new main factory and to restructure our manufacturing and administrative functions to enhance our capacities for global management in the future. Since efficiency in logistics and production movement lines will be improved by the planned new factory, we expect further improvements in the productivity of our manufacturing department. At the same time, consolidation and enhancement of our administrative department will further contribute to accelerating our management's decisions.

2. Outline of the construction of a new plant

- (1) Location: 2804-4, Yonezu-cho, Hamamatsu City
- (2) Planned building 6-floor steel construction
(Factory: 1st to 3rd floors,
Administrative department: 4th - 6th floors.)
- (3) Land Area: 4,960.14 square meters
- (4) Total Floor Area: 9,822.87 square meters
- (5) Planned commencement of construction:
May 2006
- (6) Planned completion of construction:
February 2007
- (7) Construction cost: Approximately 1.2 billion yen