

Research and Development



Muroran Research Laboratory



Hiroshima Research Laboratory

Research and development activities were almost entirely funded by the Company (The Japan Steel Works, Ltd.). Combined spending on research and development for the Steel Products business and the Machinery Products business amounted to ¥4,141 million (US\$44 million).

As a materials and mechatronics company, we strive to develop new products and production techniques using our own technology, while also actively promoting widespread technical alliances and joint development in an effort to put new products and technologies into effect as quickly as possible.

In terms of the direction of research and development, our Research & Development Headquarters continues to promote cooperation with individual business divisions in order to: (1) improve the capabilities, performance and reliability of our core products and (2) develop products and businesses in new business fields based on our core and differentiated technologies.

Our Research & Development Headquarters encompasses our headquarters (located at Head Office), the Muroran Research Laboratory (situated on the premises of the Muroran Plant), and the Hiroshima Research Laboratory (located at the Hiroshima Plant).

Our basic research and development policy is as follows.

1. Promoting the development of new products and businesses by focusing on the technological fields of new energy & energy savings, information & telecommunications, nanotechnology & materials, and new production technologies, which are directly related to our current business activities. We aim to develop our business by focusing on increasing and upgrading our core technologies while pursuing increased collaboration between the Research & Development Headquarters and our business divisions.
2. Promoting not only basic research aimed at future technologies and the needs of 21st century society but also research on component technologies used in existing products, we will develop these into research and development projects that will translate into new products and businesses in the future as well as into innovations and new possibilities for existing products.
3. In product development for Steel Products, we are focusing on energy fields and on further expanding the number of our many number one products while at

the same time commercializing products in new fields. In Machinery Products, we are aggressively promoting the expansion and upgrade of industrial machinery including plastics machinery and IT equipment. We will prioritize investments in business resources by defining a framework for commercialization with an eye toward mergers and acquisitions and the forging of alliances.

Overview of R&D activities by business segment

▶▶▶ Steel Products

In terms of the development of materials-related products, we have been carrying out materials development in such areas as clad steel pipes for natural gas transportation, high alloy materials for high-efficiency thermal power generation, forged steel products for next-generation nuclear power plants, and high-performance nonferrous alloys, as well as manufacturing process technology development. We have also been pursuing technological development to create more advanced materials and component technologies for existing products. For fiscal 2009, spending on steel product research and development totaled ¥1,631 million (US\$17 million).

▶▶▶ Machinery Products

In the field of machinery-related products, we have been developing low-cost production technologies for high performance magnesium alloy injection molding machines, the commercialization of aluminum die-casting devices, and high-precision molding technology for plastic extruder and injection molding machinery. We have also been developing higher performance compressors and equipment for making film, as well as laser applications, including systems for cutting-edge laser annealing equipment used in the production of TFT (thin-film transistor) liquid crystal displays, and other applications for laser devices. In the field of new energy, we have set out to design wind turbine blades for use at wind power generation plants, establish various reliability-related analytical technologies and develop more advanced component technologies for power generators. Spending on machinery product research and development totaled ¥2,510 million (US\$26 million) for fiscal 2009.