

Environment & Safety Report

In line with our common management philosophy, Mitsubishi Rayon (the parent company) and the other members of the Mitsubishi Rayon Group pursue the following basic policies with regard to safety, the environment, and product quality.

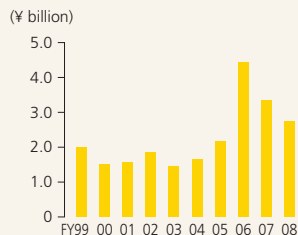
- > Top priority will be placed on safety and the environment in all business activities, as these are essential for corporate existence.
- > We will supply our customers with satisfactory, safe and reliable products.

While steadily pursuing the targets set under our current medium-term business plan (fiscal 2008 to fiscal 2010), we will continue, as before, to pay due attention to our corporate social responsibility and work to enhance the Group's enterprise value.

Developments in Fiscal 2008

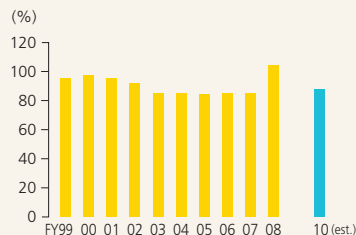
- 1** To help prevent global warming, we are working to reduce emissions of carbon dioxide, which accounts for the majority of greenhouse gases emitted by Mitsubishi Rayon. We have set reduction targets and are taking steps to meet these targets.
- 2** We are implementing various measures Groupwide to achieve our goals for the reduction of emissions of harmful chemical substances by the end of fiscal 2010 (March 2011).
- 3** Regarding Mitsubishi Rayon products exported to Europe, we have completed preregistration under the European Union's REACH (Registration, Evaluation, Authorization and Restriction of Chemicals) regulation. We will continue to take the appropriate steps to meet requirements of this kind, which are prerequisites for market penetration overseas.
- 4** Mitsubishi Rayon took part in international efforts in the field of chemical substance safety assessment, including the global initiative led by the International Council of Chemical Associations (ICCA) on High Production Volume chemicals and the U.S. Challenge Program.
- 5** We are working to devise and put in place measures to help prevent industrial accidents.
- 6** Mitsubishi Rayon will continue to work toward improving the level of environment and safety management among the whole Group, and all necessary support will be provided to subsidiaries and affiliates.

Investment in safety and environmental protection equipment



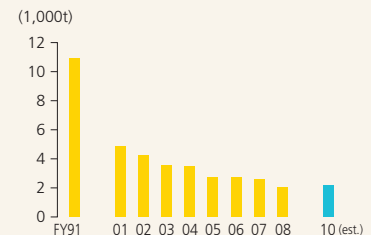
We have been continuously undertaking plant and equipment investment to reduce the discharge by our business activities of substances that cause environmental burden, and to ensure the safe operation of our plants.

Energy consumption intensity



One of our key priorities at Mitsubishi Rayon is the reduction of energy consumption per unit of production.

Landfill waste volume (excluding power plant ash)



We are working to achieve our fiscal 2010 target for the reduction of landfill waste (excluding power plant ash, most of which is converted into raw materials for cement).