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We will work constantly to maintain a harmonious relationship with society.

We place a strong focus on our relationships with our customers, consumers, local communities, shareholders and investors, trading partners, and all other stakeholders in our business, and we constantly strive to maintain and develop friendly and appropriate relations with them.

- Relationships with Local Communities
- Relationships with Shareholders and Investors

Relationships with Local Communities

The Mitsubishi Rayon Group contributes to the development of local communities by proactively promoting activities anchored in each community.

Communication with Other Companies of Local Communities

Dialog with other companies of local communities

Production centers and Group companies in Japan and abroad promote interaction with municipalities and local residents by organizing events, including plant tours. They offer the municipalities and residents numerous opportunities for gaining an understanding of their operations, environmental actions and safety.

Topics

Participation in regional RC dialog in the Iwakuni and Otake area (Otake Production Center)

The Otake Production Center took part in a regional dialog sponsored by the Japan Responsible Care Council (JRCC), and exchanged opinions on measures to prevent accidents at chemical plants and measures for curbing global warming with JRCC-affiliated chemical product manufacturers in the Iwakuni and Otake area.



Plant tour for employees' family members (Toyama Production Center)

The management and the labor union at the Toyama Production Center cosponsored a plant tour for employees and their families to help them better understand Mitsubishi Rayon. The tour and miniature experiments also gave participating families a opportunity to connect with each other.



Participation in the "Gathering and Exhibition of Masterpieces Made with Skill" (Hokuriku Office)

The Hokuriku Office took part in an exhibition where companies in Fukui Prefecture, a textile production center, bring in their skillfully created "masterpieces" and deepen their understanding of each other. Among other Mitsubishi Rayon products, the Office introduced ventilation fibers "VENTCOOL" at the exhibition, and actively exchanged views and opinions with other local companies.

Interaction through sports

Production centers and Group companies are open to the public to use their facilities, including their grounds and gymnasiums. They are used by numerous local residents. The production centers and Group members also promote interaction with local residents and encourage young people in local communities by organizing athletic events.

Topics

Softball tournament sponsorship (Ono Plant, Toei Kasei Co., Ltd.)

The plant sponsors a softball tournament once a year for workers at the Ono Town Second Industrial Park, with the objective of promoting friendship. The event attracted more than 100 participants including outside the company in 2007.

Clean-up activities

The Mitsubishi Rayon Group undertakes periodic clean-up activities in the areas surrounding its business establishments in order to make the municipalities concerned cleaner and more beautiful. In addition carrying out such activities in-house, the Group proactively takes part in outside clean-up activities sponsored by municipalities and nonprofit organizations (NPOs), and engages in environmental beautification activities with an approach that anchors the Group deeper in local communities.

Topics

Participation in the "Asakura River 530 (zero-garbage) Campaign" (Toyohashi Production Center)

The Toyohashi Production Center took part in clean-up activities sponsored by an NPO called the Asakura River Water Nurturing Forum. Through these activities, the Center worked on cleaning and beautifying the Asakura River, which cuts across the northern part of Toyohashi City.



Initiatives by Group Companies Overseas

Group companies overseas are also working to maintain harmonious relationships with other companies of local communities and are engaging in safety, disaster prevention and volunteer activities, based on full understanding of, and respect for, the laws, cultures and customs in the respective countries.

Topics

Introducing chemical company careers to elementary school pupils and junior high school students (Dianal America, Inc. in the United States)

At the request of the local chamber of commerce and volunteer organizations, employees of Dianal America have visited elementary and junior high schools in the company's neighborhood to give lessons on a variety of subjects, including chemical company careers. Dianal America plans to continue with this activity because it offers children a good opportunity to think about careers and their future.



Thank-you note received from children

Participation in disaster prevention and safety activities in the Nantong Economic-Technological Development Area (Nantong Rayon Chemical Co., Ltd. in China)

Cooperation with neighboring companies is indispensable for safe plant operation. In line with this view, Nantong Rayon Chemical participates in anti-disaster drills and safety activities organized for companies in the Development Area, and shares information on examples of accidents and fire-fighting techniques.

Examples: Visits to fire brigade facilities and fire-fighting technique presentations, participation in monthly safe production exhibitions, attendance at comprehensive fire prevention drills, participation in 119 fire-fighting contests, etc.

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Activities for Nurturing the Next Generation

Waku Waku! (Exciting) science classroom

The simple questions "Why?" and "How?" that children ask are the origins of manufacturing. Wishing to convey the wonders and delights of science using its products and everyday items, the Mitsubishi Rayon Group sends its employees to elementary and junior high schools to teach lessons. In the 2007 summer vacation, the Group cosponsored a science laboratory for parents and their children at Hiroshima Children's Museum with the "Chemistry Makes Our Dreams Come True" Committee.



Hiroshima Children's Museum



Elementary school in Minato-ku, Tokyo

Voice



Expectations for future scientists

Yoshihiro Tsukamoto

Information Device Development Center
(stationed in the Otake Production Center)

In response to a local junior high school request for "lessons from people involved in research," I teach a science class once a year at the school. Each time I teach, I am touched by the children's extremely straightforward views. I also enjoy their unexpected questions and answers. The children teach me the importance of taking interest in everything through their enjoyment of experiments. I look forward to seeing scientists emerge from among my students in the future.

Design contest for triacetate fiber "SOALON" (Mitsubishi Rayon Textile and Dia Fashion Planning)

Mitsubishi Rayon Textile and Dia Fashion Planning cosponsored a design contest for students (at Bunka Gakuen) who will forge the future of the fashion industry. The contest required the students to use "SOALON", an eco-friendly, exceptional triacetate fiber, as the fabric for their clothing. The contest sponsors supplied the fabric to the students. Aside from the contest, the two companies sent technical experts, designers and other employees to technical and business schools as lecturers.



Initiatives for Cultural and Artistic Activities

Provision of "SHINKOLITE-A" to a performing arts group

Durable and highly transparent, the acrylic sheet "SHINKOLITE" offers processing freedom. With its unusual features, the material is also drawing attention from the arts. The Mitsubishi Rayon Group supplied "SHINKOLITE-A" to the professional dance company Noism for use in the group's 2007 performing arts production. For the production, the sheets were specially processed to give them a mirrored surface. The sheet showed dancers on the other side of it and reflected them like a mirror, depending on the intensity of the illumination. A piece of art that made full use of the attractive features of an acrylic sheet was thus created.



Donation of carbon fiber as a base material for auto bodies

- Student Formula SAE Competition of Japan
- Eco-car contest

Light and durable carbon fiber is attracting attention as a material that can achieve substantial weight reduction.

The Student Formula SAE Competition of Japan is a contest in which teams of students plan, design and manufacture auto bodies, and compete with each other using their collective manufacturing capabilities. Mitsubishi Rayon donates carbon fiber to the automobile study club at Toyohashi University of Technology, a competition participant, as a base material for auto bodies and parts.

The Toyohashi Eco Car Championship is a race for eco-cars that run on batteries and fuel cells. Held in Toyohashi City every year, the race serves as an opportunity to think about achieving a sustainable society. Mitsubishi Rayon also donated carbon fiber for use as an auto body material to groups that took part in this event.



Eco-car contest



Student Formula SAE Competition of Japan

Relationships with Shareholders and Investors

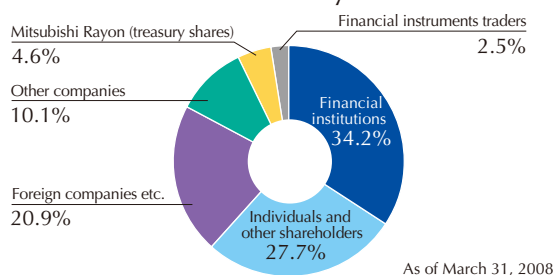
The Mitsubishi Rayon Group attaches importance to its relationships with shareholders and investors, and works to disclose information in a timely and satisfactory manner.

Status and Composition of Shareholders

At a Board of Directors Meeting held in February 2008, Mitsubishi Rayon resolved to acquire treasury stocks for the purpose of executing capital policies in a flexible manner in response to changes in management conditions. Based on the resolution, Mitsubishi Rayon purchased its own shares from the market, with mid-February 2008 to mid-March 2008 as the purchase period. Through the market purchase completed on February 29, 2008, Mitsubishi Rayon acquired 26,980,000 treasury stocks at a total acquisition cost of ¥9,999,912,000.

As of March 31, 2008, outstanding Mitsubishi Rayon shares totaled 599,997,820 across approximately 79,000 shareholders as a result. The shareholder composition was as follows: financial institutions 34.2%, individuals and other shareholders 27.7%, foreign corporations etc. 20.9%, other companies 10.1%, Mitsubishi Rayon 4.6% and financial instruments traders 2.5%.

Distribution of Mitsubishi Rayon shareholders



Dividends and Reports to Shareholders

Mitsubishi Rayon positions profit returns to shareholders as one of its most important management policies. The Company returns profits to shareholders in the forms of dividends and retained earnings. Mitsubishi Rayon adopts sustained and stable dividend payment as its basic policy. The Company pays dividends from a comprehensive standpoint in consideration of a number of factors, including the need to increase retained earnings to prepare for business launches and future expansion.

Information Disclosure

The Mitsubishi Rayon Group adopts the "disclosure of information and proper handling of confidential and personal information" as one of the principles of its Corporate Ethics Policy. The Mitsubishi Rayon Group established the "Corporate Information Disclosure Regulations" in April 2008 with regard to disclosure criteria for key management matters. The Group manages information disclosure in accordance with these Regulations.

The Mitsubishi Rayon Group is taking steps to make disclosed information easier to understand through the timely publishing of shareholder reports entitled "Business Report," annual reports and supplementary closing materials, and by increasing and upgrading the information available on its website.

In addition, the Mitsubishi Rayon Group is taking assertive action with regard to information disclosure, including organizing briefing sessions to explain operating conditions, introducing products to securities analysts, financial investors and individual investors, and participating in corporate introduction events.

Response to Individual Investors

Many individual shareholders attend General Meetings of Shareholders. Mitsubishi Rayon began displaying major products manufactured by the Mitsubishi Rayon Group in an area adjacent to the venue on the occasion of the 82nd General Meeting of Shareholders held on June 28, 2008. Shareholders in attendance asked questions and displayed enthusiasm for the products on display, including carbon fibers and filtration membranes for water treatment. In an additional step, Mitsubishi Rayon exhibited its products at the "Nikkei IR Fair" held in August 2008 (sponsored by the Nikkei Inc.) and the "IR Technology Forum 2008" held in December 2007 (sponsored by Nikko Investor Relations Co., Ltd.) in order to increase interest in its operations and products.



"Nikkei IR Fair" sponsored by Nikkei Inc.

Response to Institutional Investors

Mitsubishi Rayon is assertively undertaking investor relations activities to help securities analysts and institutional investors deepen their understanding of the Company and the Mitsubishi Rayon Group. It is doing this by sponsoring briefings to explain interim and annual closing results, and running guided tours of production centers both in Japan and abroad. In July 2007, Mitsubishi Rayon directors took part in a corporate introduction session held in Europe (sponsored by Mitsubishi UFJ Securities Co., Ltd.), and visited institutional investors around Europe to explain the position of the Company's businesses.



"Japan Equity Conference 2007 London" sponsored by Mitsubishi UFJ Securities Co., Ltd.

Moreover, Mitsubishi Rayon took part in conferences in Japan sponsored by securities companies, and received many questions from institutional investors in attendance from Japan and abroad.

Future IR Activities

Taking into consideration the IR activities it has undertaken in the past, Mitsubishi Rayon will engage in activities which emphasize dialog with shareholders and investors in an effort to further their understanding of the Mitsubishi Rayon Group. In addition, the Company will launch new activities, including the production of more easily understood disclosure tools for IR information, such as the shareholder reports entitled "Business Report" and annual reports, and it will periodically organize corporate introduction sessions on a small scale for individual investors.

Mitsubishi Rayon will sustain its efforts to disclose more easily understood information promptly, satisfactorily and fairly to all stakeholders, including shareholders and investors, and it will continue with its assertive IR activities.

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