

## We will offer products and services of the best quality.

We will work to fulfill the Group's corporate mission by offering superior products and finely tuned services, so as to earn full customer satisfaction.

Priority issues for fiscal 2008

### Promotion of CSR Procurement

Under the management philosophy of "Best Quality for a Better Life," the Mitsubishi Rayon Group keeps its doors wide open for suppliers and contractors in the purchase and procurement of raw materials, other materials and services. The Group acts in line with its basic policy of performing fair and transparent transactions.

#### CSR Procurement Policies

1. Compliance with laws and social standards	We will maintain high ethical standards and adopt a basic stance of complying with laws and social standards to conduct sound purchasing and procurement, and we will endeavor to operate fairly and equitably.
2. Securing the ecological soundness and safety of products purchased	We will always place top priority on environmental considerations and maintenance of safety when purchasing and procuring products and services.
3. Respect for human rights and improvement to working conditions	In purchasing and procurement, we will respect the fundamental human rights of workers and carry out our operations without unjust discrimination. In parallel, we will strive to ensure the safety and health of all those working in the Mitsubishi Rayon Group's workplaces and to improve working conditions.
4. Development of partnerships	We will maintain mutual relationships of trust with all business partners under the fundamental awareness that we are working together, mutually for business implementation and for conducting fair and transparent purchasing and procurement.
5. Requests for business partners	(1) Compliance with laws and social standards (2) Provision of products and services whose ecological soundness and safety have been ensured (3) Initiatives for raising respect for human rights and improving working conditions (4) Provision of satisfactory quality and prices, reliable delivery periods and timely information

Established in March 2008

### CSR Procurement Activities in Fiscal 2008

#### (1) CSR Procurement Promotion Workshop

The Mitsubishi Rayon Group understands that it is a top priority through day-to-day CSR procurement activities to instill social conscience and compliance within its employees.

The Group regularly organizes CSR procurement promotion workshops to proactively advance the creation and development of technologies and services effective in improving the environment, starting at the stage of procuring fundamental raw materials.



CSR Procurement Promotion Workshop

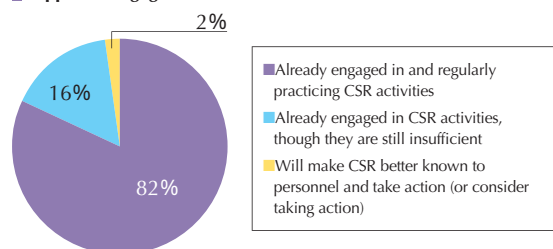
#### (2) CSR Fact-Finding Survey for Suppliers and Contractors

The Mitsubishi Rayon Group selected some 260 major domestic suppliers for the primary survey and asked them to agree to the objectives of its CSR Procurement Policies.

These suppliers were also asked to answer a questionnaire on their CSR efforts; a fact-finding survey that asked respondents to assess their own status with respect to 10 CSR procurement requirement items.

The survey collected replies from 99% of the subjects, with the results as shown below. The findings will be used for raising CSR awareness and for improvement measures.

#### Suppliers' engagement in CSR activities





Visit the website at:

Access <http://www.mrc.co.jp/csr/>

CSR > Relationships with Suppliers

CSR > Relationships with Customers  
and Product Safety

## Actions for Product Safety and Quality Management

### Compliance with REACH

In June 2007, the European Union Regulation on the Registration, Evaluation, Authorisation and Restriction of Chemicals (REACH) entered into force and pre-registration began in June 2008. Prior to its enforcement, the Mitsubishi Rayon Group made preparations by cooperating with European law firms and registration offices and selecting substances for pre-registration. The entire Group including Japan-based and overseas companies, completed pre-registration of 195 substances. In the future the Group will proceed with REACH registration in collaboration with the EU Consortium, entering full-scale efforts toward formal registration.

### Continuously expanding CSR procurement: CSR Procurement Action Plan for Fiscal 2009

To further expand and promote its array of environmentally friendly products, the Mitsubishi Rayon Group must, from the stage of raw materials and in later stages, help create a safe and secure society by means of CSR-based procurement activities.

We therefore plan to increase the number of subjects in a CSR fact-finding survey like the one we conducted in fiscal 2008. We will also take actions to disseminate the CSR Procurement Policies among a greater number of suppliers.

For procuring the general supplies used in our production, in fiscal 2009 we will introduce the Maintenance, Repair and Operation (MRO) Purchasing System to major production centers. We will proactively make selective purchases of products that are given global environmental considerations in the product catalog, such as those compliant with the Green Purchasing Act and those bearing Eco-Mark, Green Mark or FSC\* Mark.



Kotaro Kita

Manager,  
Raw Materials Purchasing  
Department

#### \*FSC: Forest Stewardship Council

This international body certifies lumber and wood and paper products produced from forests that are controlled and cut with consideration of the environment and local communities.

### Compliance with GHS

In December 2007, the stopgap measures under the Industrial Safety and Health Act came to an end. Mitsubishi Rayon achieved compliance with the Globally Harmonized System of Classification and Labelling of Chemicals (GHS) ahead of schedule. Since last year, GHS legislation has come into effect in an increasing number of Asian markets, such as Taiwan in December 2008 and China in February 2009. In light of this environment, the Group is suitably responding via contact with local consulting offices and law firms. In the future, we will work to ensure GHS compliance in Europe, South Korea and elsewhere.



A GHS compliance label is affixed to the top of a drum containing MMA monomers.

### Handling of Polychlorinated Biphenyl (PCB)

When the Act on Special Measures against PCB Waste came into force, Mitsubishi Rayon adopted a policy of removing all equipment containing PCB, irrespective of the concentration level, by 2015. This includes earlier replacement of equipment that was tabled for replacement in 2015 and later. After this legislation took effect, the Japanese government set up the Japan Environmental Safety Corporation (JESCO) to centralize PCB treatment. Mitsubishi Rayon submitted to JESCO a plan to systematically dispose of its equipment containing high concentrations of PCB. However the treatment facility experienced a string of breakdowns in 2006 and so the treatment plan is far behind schedule at the moment. The treatment method has yet to be decided, though equipment with a low concentration of PCB will be easier to process than that with high concentration. The total removal may be accomplished later than was initially planned, but Mitsubishi Rayon will retain and manage the equipment in accordance with the law until disposal becomes possible.

1 We will comply with all laws and regulations, and act in line with our Corporate Ethics Policy.

2 We will take positive steps to ensure safe business operations and to contribute to the preservation of the environment.

3 We will offer products and services of the best quality.

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

5 We value each individual employee.