



Initiatives with Our Business Partners and Investors

The Nippon Kayaku Group continually strives to develop sound products and services that are both safe and reliable in order to provide the best possible solutions to its customers around the world.

Initiatives for CSR Procurement

Nippon Kayaku's philosophy toward [CSR can be found in its CSR Procurement Guidebook](#), which contains our Basic Procurement Principles, Basic Procurement Policy, and Nippon Kayaku CSR Procurement Guidelines.

Purchasing activities form one aspect of our efforts to achieve KAYAKU spirit through the provision of products and services that are truly beneficial to society. Our basic procurement principles explicitly state that this is only possible by pursuing sustainable development mutually with our suppliers.

Basic Procurement Policy widely stipulates that the Purchasing Division will carry out its business operations with transparency and by following not only various laws and regulations, but also social norms as well. Needless to say, we must also pay close attention to our impact on the environment. The Basic Procurement Policy represents the guiding principles by which the Purchasing Division carries out its duties.

Guidelines spell out specific actions following each theme that includes compliance, human rights and labor, health and safety, the environment, quality and product safety, information security, BCP, information disclosure and social contributions. We understand that suppliers carry out a variety of different initiatives of their own. Our goal is to practice CSR procurement while respecting the thoughts and initiatives of each individual supplier. For more details about our procurement activities, please visit our corporate website.



Holding purchasing briefings

The Safety Systems Group organizes purchasing briefings once every year for its most frequently used partners that supply raw materials. This briefing includes presentations about the Safety Systems Group's earnings forecast for the current fiscal year, business plan for subsequent fiscal years, status of the production system, development plan, and future business vision. The purpose is to provide information useful to the business planning of partner companies.

All of the Safety Systems Group's partner companies form an integral part of the automotive industry supply chain, which requires a continuous supply of high quality, low cost products that are delivered on time, while responding promptly to the constantly changing conditions domestically and internationally, raw materials prices and foreign exchange volatility. We strive to provide useful information to our partner companies to every extent possible to facilitate the sharing of important information.

Every year more than 100 people from around 80 companies attend the purchasing briefing, where they are able to exchange information with other divisions of Nippon Kayaku. The number of overseas partner companies that participates continues to increase with each passing year in line with the globalization of the Safety Systems Group's operations.



Purchasing briefing

■ Earnings Presentations

We host earnings presentations for institutional investors and securities analysts in Japan following the announcements of our interim and fiscal year-end results.. Nippon Kayaku's entire executive team, including the president, attends these presentations where we provide more information on our financial results, earnings forecast and future management strategy and actions. Additionally, we also hold teleconferences in the first and third quarters.



Earnings Presentations

■ One-on-one Meetings

We also organize one-on-one meetings in Japan with institutional investors and securities analysts.

■ Open House Tours at Plants

Nippon Kayaku organizes open house tours of its plants and R&D briefings for institutional investors and securities analysts every year to broaden understanding about its business activities.