

November 26, 2014
Sumitomo Mitsui Banking Corporation

Execution of SMBC Environment Assessment Loan (Malaysia) to
COSMO SCIENEX (M) Sdn. Berhad (Subsidiary of Mitsui Chemicals Inc.)

Tokyo, November 26, 2014 --- Sumitomo Misui Banking Corporation Malaysia Berhad (President & CEO: Mr. Yasuhiro Oashi), a wholly-owned subsidiary of Sumitomo Mitsui Banking Corporation (SMBC, President & CEO: Mr. Takeshi Kunibe) has executed SMBC Environment Assessment Loan (Malaysia) to COSMO SCIENEX (M) SDN. BHD., a subsidiary of Mitsui Chemicals Inc. (President & CEO: Mr. Tsutomu Tannowa) engaged in the manufacture and sale of urethane prepolymers for flexible packaging applications in ASEAN.

SMBC Environment Assessment Loan (Malaysia) was developed based on the same framework as SMBC's domestic product SMBC Environment Assessment Loan / Private Placement Bond launched in 2008 in Japan. Under this loan, terms and conditions are determined based on the evaluation of the borrower company's environmental measures and the evaluation report is provided to the company to further enhance its eco-management activities.

COSMO SCIENEX (M) Sdn. Berhad was evaluated as a company that is proactively implementing environmental and sustainability initiatives based on a companywide environmental management and a basic understanding of environmental sustainability issues in relation to its business.

COSMO SCIENEX (M) Sdn. Berhad, a member of Mitsui Chemicals group, is highly evaluated in terms of the following:

- The company has created a Safety Health and Environmental Policy that clearly indicates that workplace safety and health, and environmental preservation are priority issues for the company. Management was involved in creating the policy, and promotes the establishment and thorough implementation of a control structure in line with that policy.
- As for issues positioned as important in the above policy, the company has set concrete objectives and is working to achieve those objectives.
- In addition to the above objectives, the company is implementing independent initiatives to reduce the environmental burden of its business activities (using plant-derived raw materials, energy efficient equipment, etc.).
- The company has established and operates a management structure in accordance with ISO14001 and OHSAS18001 requirements.
- In order to develop better relationships with various parties, the company is undertaking activities such as holding events that local residents and students are invited to and explaining the initiatives to reduce its burden on the environment.

SMBC will continue to promote environmental activities in Malaysia, as well as globally, by providing SMBC Environment Assessment Loan (Malaysia).

An overview of SMBC Environment Assessment Loan (Malaysia) and SMBC Environment Assessment Loan / Private Placement Bond:

	SMBC Environment Assessment Loan (Malaysia)		SMBC Environment Assessment Loan / Private Placement Bond	
General description	Loan product offered reflecting an evaluation of customer's environmental management system (EMS), taking into account of the respective Malaysian regulations. The evaluation system was developed jointly by SMBC and Ernst & Young ShinNihon LLC in Malaysia.		Loan product offered reflecting an evaluation of customer's EMS. This evaluation system is a joint effort by SMBC and The Japan Research Institute, Limited, a think tank of SMFG. Since the product was launched in October 2008 till March 2014, a total of 400 contracts equivalent to JPY 1,050 billion has been achieved.	
Commencement date	December 2012		October 2008	
Target company	Companies who possess ISO 14001 or an equivalent environment management system certificate, and satisfying certain SMBC's internal standards.			
Assessment company	Ernst & Young ShinNihon LLC		The Japan Research Institute, Limited	
Amount	USD 1Mil equivalent (no currency restriction) or more		Min JPY 100Mil	
Type of loan	Loan on notes and loan on certificate		Loan (on notes and on certificate), Private placement bond	
Tenor	More than 1 year and within 10 years		Loan: more than 1 year, Private placement bond: more than 2 years	
Interest rate	Determined interest by SMBC (taking into account the EMS evaluation, financial condition and collateral conditions)			
Commission fee (Contract only)	Min USD 10thousand (including tax)		Loan: JPY 630 thousand (including tax) Private placement bond: described above + commission fee	
Rating Result	Platinum +	Leading the industry with environment & sustainability (E&S) initiatives derived from evaluated E&S opportunities/risks, in alignment to the corporate vision/mission statement	AAA	Implementing extremely excellent environmental-friendly business management.
	Platinum	Proactively implementing E&S initiatives derived from evaluated E&S opportunities /risks, in alignment to the corporate vision/mission statement	AA	Implementing excellent environmental-friendly business management.
	Gold +	Proactively implementing E&S initiatives based on company-wide environmental management and a basic understanding of E&S issues in relation to its business.	A	Implementing good environmentally friendly business management.
	Gold	Reasonable E&S initiatives are in place, based on company-wide environmental management and a basic understanding of E&S issues in relation to its business.	B	Implementing a certain level of environmental-friendly business management.

	Silver +	Necessary E&S initiatives are in place, based on limited environmental management and an understanding of the major E&S issues.	C	Implementing minimal environmentally-friendly business management.
	Silver	Ad-hoc E&S initiatives are in place based on limited environmental management and an understanding of the major E&S issues.	D	Implementing inadequate environmentally-friendly business management.
	Bronze +	Ad-hoc E&S initiatives are implemented based on limited environmental management.	E	Not implementing environmentally-friendly business management.
	Bronze	Ad-hoc E&S initiatives are implemented, with plans to establish an environmental management system soon.	The evaluation of SMBC Environment Assessment Loan - Malaysia- and SMBC Environment Assessment Loan are presented in the same column, it does not mean they are both in the same level of evaluation.	
	Certified	Limited E&S initiatives are implemented without an environmental management		
	n/s	E&S initiatives are not implemented.		

(Scheme)

SMBC Environment Assessment Loan (Malaysia)

