## **CSR Procurement**

By setting Mabuchi group's own special evaluation criteria in addition to laws, regulations, and customer requests, we at Mabuchi strictly control environmentally prohibited substances designated in those standards so that they will not be included in materials and parts of products that we procure from our suppliers. We also prioritize the use of materials and members with a lower environmental impact.

## **Compliance with Laws and Regulations**

In addition to the European RoHS Directive, the European ELV Directive, the European REACH Regulation · Substance of Very High Concern (SVHC), Japan's Chemical Substances Control Law -Class 1 Specified Chemical Substance, the Global Automotive Declarable Substance List (GADSL), other regulatory requirements, customer requests, Mabuchi voluntary standards, etc., we are taking action ahead of time by adding regulated substances and changing the prohibition rank, for example.

As conflict minerals are a source of monetary funds for armed groups, we are requesting our suppliers not to use them and also reporting the results of conflict mineral\* investigation to our customers.

We are closely communicating with our suppliers on a daily basis and actively auditing the uses and storage conditions of environmentally hazardous products. Thanks to these efforts, we have experienced no environmental accidents since the enactment of the 2006 RoHS Directive in Europe up to now.

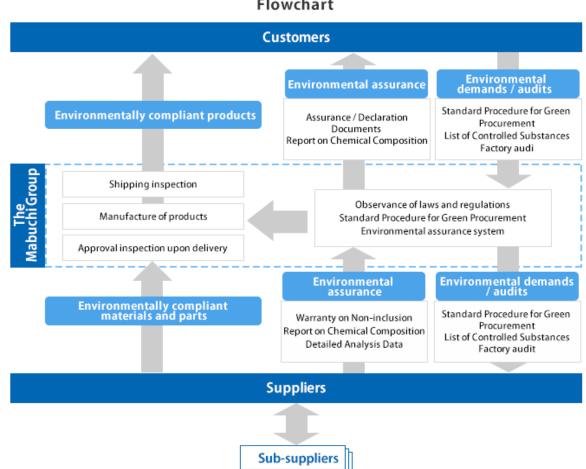
We will continue to promote green procurement activities with our customers and suppliers.

\* Conflict minerals... currently defined as a 3TG( tin, tantalum, tungsten and gold ore)

## **Promotion of Green Procurement**

Our own environmental conservation efforts are not enough for developing products with a low environmental impact throughout the life cycle of products, ranging from the extraction of material resources, production and processing, distribution and sales, consumption and uses to disposal and recycling. Thus, we also evaluate the environmental efforts of our suppliers to reduce environmental impact and avoid environmental risks.

We make it a rule that suppliers must follow the green procurement procedure shown in the flowchart below and submit documents certifying that environmentally prohibited substances are not contained in their raw materials and parts, in addition to an environmental activity survey sheet.



## Green Procurement Flowchart