Kawasaki Group Policies for Material Procurement

Basic Policies

The Kawasaki Group conducts procurement activities based on the Kawasaki Group Mission Statement, the encapsulation of the Group's management principles.

Fair and Impartial Procurement

We will provide broad and impartial opportunities for our business partners and will make selections with integrity and in good faith after conducting comprehensive and fair evaluations of quality, price, delivery schedule, technological development capabilities, and other such factors.

· Relationships with Business Partners

The Kawasaki Group will take a long-term perspective as it strives to build relationships of trust with business partners based on mutual respect for one another's vision and position with the aim of mutual enhancement of competitiveness and prosperity.

Compliance

We will observe related statutes and regulations as well as social norms. We will place information gained through procurement under appropriate controls and will take thoroughgoing measures to protect confidential information and prevent leaks.

· Consideration for Human Rights, Labor and Occupational Safety and Health

We will advance procurement activities with consideration for human rights, the work environment, and occupational safety and health.

· Harmony with the Global Environment through Green Procurement

We will advance procurement with consideration for the global environment with respect to the materials used in products.

To Our Suppliers

The Kawasaki Group's business activities are made possible by its partnerships with suppliers. In its business activities, the Kawasaki Group is advancing initiatives in the following areas. We therefore ask that our suppliers do the same.

1. Compliance

We ask that our suppliers observe applicable statutes and regulations as well as social norms in their respective business areas. We also ask that they place information gained through procurement activities under appropriate controls and take thoroughgoing measures to protect confidential information and prevent leaks.

2. Consideration for Human Rights, Labor, and Occupational Safety and Health
We ask that our suppliers and business partners give consideration to human rights, the
work environment, and occupational safety and health.

3. Ensuring Quality and Safety

We ask that our suppliers provide materials that meet the high standards of quality and safety required by the Kawasaki Group.

4. Reinforcing Competitiveness

We ask that our suppliers share with us the challenges they face and their goals as well as information about new materials, technologies, and techniques while proactively making suggestions related to value engineering and other ways of reducing costs in order to develop competitive technologies and products.

5. Stable Supply

We ask that our suppliers maintain production and crisis management systems capable of stably securing and providing materials in order to supply materials in a timely manner.

6. Information Disclosure

We ask that our suppliers implement the timely disclosure of information relevant to society (such as that on environmental and social impacts).

7. Consideration for the Global Environment

We ask that our suppliers comply with environmental laws and regulations and select and supply products with minimal environmental burden.

8. Harmonious Coexistence with Society

We ask that our suppliers endeavor to implement initiatives aimed at achieving harmonious coexistence with international society and local communities.

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