

Environmental Report 2017

Metal One Steel Products Corporation views the various environmental problems now occurring on a global scale as long-term issues with which we all must grapple. We have outlined the following environmental policies, making environmental initiatives part of our CSR policies. We will share these environmental policies amongst all our employees, take even firmer measures to prevent pollution, and minimize the environmental impact of our business activities.

Environmental Policies

Basic Philosophy

Recognizing that environmental issues with worldwide implications include problems that will extend to subsequent generations, Metal One Steel Products Corporation will work to conserve and improve the global environment through wholesome corporate and regional CSR activities as we pursue sustainable growth.

Code of Conduct

1. Comply with environmental laws and regulations

We comply with all domestic and foreign environmental laws and regulations that pertain to our business activities.

2. Conserve the natural environment

We consider the impact our corporate and regional CSR activities have on natural ecosystems and strive to conserve the natural environment.

3. Create a recycling-oriented society

We strive to create a recycling-oriented society by reducing, reusing and recycling waste generated during our business activities.

4. Use resources and energy effectively

We recognize that resources and energy are finite, and strive to use them as effectively as possible in our business activities.

5. Establish environmental management

Using environmental management systems, we set environmental goals and objectives and verify, review and continuously improve our efforts to prevent pollution and minimize our environmental impact.

6. Conduct training and education on environmental issues

We conduct timely training and education to ensure that our personnel are properly informed about environmental issues and carry out business activities that take the environment into consideration.

7. Disseminate and disclose environmental policies

These environmental policies are disseminated to all employees and broadly disclosed to our various stakeholders.

Our Initiatives

We have outlined the following environment-related objectives based on our environmental policies. As we pursue these policies, we contribute to our various stakeholders as follows:

① Sell environmentally friendly products

- Gabion mattresses and other gabion products for shoreline protection, and the materials to make those products
- Insert nuts that are produced with minimal lead and cadmium content
- Nylon-coated iron wire, etc.

② Promote energy and resource conservation

- Reduce the amount of copier paper, electric power and gasoline we use

③ Promote regional CSR activities

- Sponsor tree plantings and other environmental activities

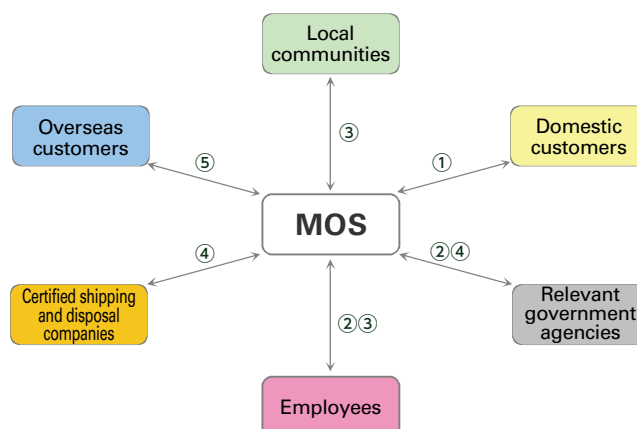
④ Comply with waste disposal laws

- Use manifest management—a system to track the waste from the generator to the disposal site—for appropriate industrial waste disposal

⑤ Respond appropriately to toxic substance regulation laws

- Respond appropriately and conduct proper administration related to the EU's Registration, Evaluation, Authorisation and Restriction of Chemicals (REACH) and other domestic and overseas environmental regulations

Relationships with Our Various Stakeholders

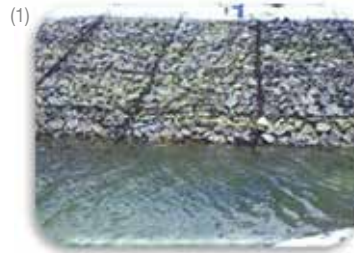


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① Expand sales of environmentally friendly products

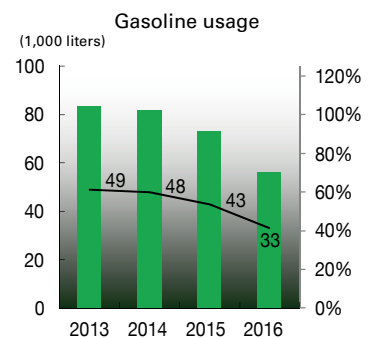
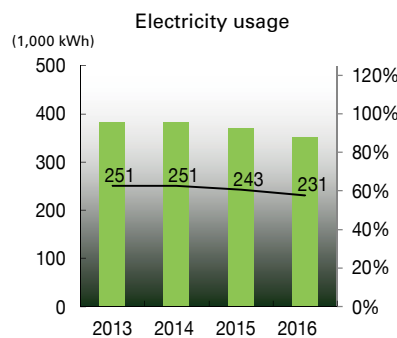
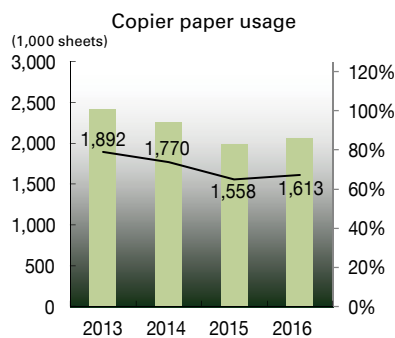
We endeavor to reduce our environmental impact through expanded sales of the following types of environmentally friendly products:

- (1) **Gabion mattresses and other gabion products for shoreline protection**
These highly rust-resistant products, which are filled with fieldstones, make it possible to protect the shoreline while taking local ecosystems into consideration.
- (2) **Insert nuts made with minimal lead and cadmium content**
We cut the amount of toxic lead and cadmium these products contain.
- (3) **Nylon-coated iron wire**
This product uses materials that generate very little in the way of harmful substances, contributing to the effective use of resources and protection of the natural environment.



② Promote energy and resource conservation

We strive to use resources and energy as effectively as possible. During fiscal 2016, our use of resources and energy varied somewhat from location to location, affected by office relocations and other factors, but as a result of our corporate-wide effort we reduced our CO₂ emissions to 86.8 percent of the previous year's figure.



Note: Percentages shown are in comparison with FY2012 data
FY2012: 1,880,000 sheets

FY2012: 263,000 kWh

FY2012: 47,000 liters

③ Promoting regional CSR activities

Osaka venue: Held an environment-related volunteer activity at Biwako World Citizens' Forest in November 2016

Tokyo venue: Participated in the tree-planting activity at Hibiya Park sponsored by the Metal One Corporation in November 2016



ISO 14001 environmental management system

To ensure continuous, appropriate and stable environmental activities—part of our efforts to promote CSR activity—we earned our environmental management system certification in 2005. The system is still being used to great effect.