

Kumiai Chemical Group Basic Policy on Risk Management

1. The Kumiai Chemical Group understands that risk management is the cornerstone of internal control and that it is important to conduct appropriate risk management, including proper management to prevent the occurrence of risks and a prompt reporting system and sharing for risk information. We foster our risk management culture by implementing these practices to secure the trust of stakeholders, achieve sustainable growth, and fulfill our social responsibilities as a corporation.
2. The Kumiai Chemical Group implements appropriate measures to control risks, taking into account the cost effectiveness of company-wide or cross-organizational risks, and consolidates the development and operation of risk management by the departments in charge to respond to risks during normal times. To respond to risks during emergencies, we establish a risk taskforce which makes decisions on countermeasures and implements external actions to mitigate risks.