

## **Morinaga Group Guidelines for the Procurement of Paper**

Sustainable procurement of paper is necessary because ligneous resources, the raw material of paper, have diminished worldwide due to destructive or illegal logging. In line with the Morinaga Group Procurement Policy, the Morinaga Group will commit to promoting the procurement of paper together with suppliers giving due consideration to social, environmental and human rights issues by making effective use of timber resources that are not associated with illegal logging or destruction of ecosystems, and are not harmful to the environment or local communities.

### **1. Scope of Application**

Paper for use with the products of the Morinaga Group (product packaging materials)

### **2. Directions and Efforts**

In collaboration with suppliers, the Morinaga Group will preferentially procure sustainable paper, for example paper with third-party certification such as FSC<sup>®</sup>, paper produced partially from thinned timber or recycled paper, which meets the following conditions, taking into consideration the environment and local communities:

- Paper produced in compliance with the laws and social norms of the producing countries and regions;
- Paper with assured quality and safety;
- Paper with assured transparency including traceability, that is traded fairly and equitably;
- Paper produced with due consideration to respect for human rights (respect for the rights of indigenous peoples, monitoring, abolishment, etc. of forced labor, human trafficking), work environments and health as well as safety based on the international human rights policies such as the Ten Principles of the “United Nations Global Compact” and the United Nations “Guiding Principles on Business and Human Rights”;
- Paper produced with due consideration to the global environment such as environmental conservation, and biodiversity and ecosystem conservation;
- Paper produced through socially responsible forest development which does not involve deforestation or intentional burning in the areas with high protective value or peat swamp forests; and
- Paper contributing to the development and maintenance of local communities in the countries producing the raw materials of paper.

- For the sustainable procurement of paper, we will share these guidelines with suppliers, ensuring that they are fully aware of them, and properly address problems of non-compliance with the guidelines, if they arise.
- We will regularly review the contents of these guidelines for improvement.
- We will publicize our efforts for the sustainable procurement of paper annually.

Established: June, 2022