



Shipdome City Center 1-5-2, Higashi-Shimbashi, Minato-ku, Tokyo 105-7122, Japan MITSUI CHEMICALS, INC. http://group.mitsuichemicals.com

October 28, 2015 Mitsui Chemicals, Inc.

Opening Ceremony for Milastomer[™] and Admer Compound Plants in Shanghai

Mitsui Chemicals, Inc. (Tokyo, Japan; President & CEO: Tsutomu Tannowa) celebrated the official launch of its new manufacturing and sales company for performance compounds, Mitsui Chemicals Functional Composites (Shanghai) Co., Ltd. (Chairman: Hidenori Yagasaki, "MFS") with an opening ceremony on October 27th.

At the ceremony, MFS president, Hideshi Kawachi promised attending Shanghai Jinshan District Government officials and other important guests that, "We will undertake every effort to make a significant contribution to the development of the automotive and packaging industries in China together with our customers through environmentally friendly, safe, and stable plant operations."





(left) Opening Ceremony (right) MFS plant

MFS is strategically situated in Eastern China and targets the capture of China's rapidly growing automotive and packaging material markets. Leveraging the company's advantages, this March the company commenced manufacture and sales of MilastomerTM, a thermoplastic elastomer used in automotive window frames and as interior material, and AdmerTM, an adhesive polyolefin used in automotive fuel tanks and food packaging materials.

The Mitsui Chemicals Group, through Mitsui Chemicals Functional Composites (Shanghai) operations, will expand manufacturing, sales, and technical services for its high quality products, to further strengthen and expand its compound business.



NEWS RELEASE

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Outline of MFS

| Name | Mitsui Chemicals Functional Composites (Shanghai) Co., Ltd. | |
|---------------|--|--|
| Location | Jinshan District Shanghai, China | |
| Establishment | October 2012 | |
| Capital | 70 million Yuan (Mitsui Chemicals 100%) | |
| Business area | Manufacture and sale of Milastomer [™] and Admer [™] | |
| Capacity | 11,000 tons/year | |

Reference

| | Milastomer™ | Admer™ |
|-----------------|---|--|
| Characteristics | Milastomer [™] is an olefinic elastomer (EPT, etc.) | Admer [™] is an adhesive resin developed by |
| | which uses olefin resin (PP, etc.) as its main | Mitsui Chemicals using proprietary |
| | component. It is highly flexible, resembling | technology. A modified polyolefin with |
| | vulcanized rubber, and adapts well to various | functional groups, Admer $^{^{\mathrm{m}}}$ is designed to |
| | molding methods. With low density, | bond to a variety of polyolefins, ionomers, |
| | Milastomer [™] is light-weight with wide | polyamides, gas barrier resin's such as |
| | applications in the automotive industry and great expectations for its potential to improve fuel consumption. As the material is easily recyclable, economic benefits from reuse of | ethylene vinyl alcohol (EVOH), ceramics, |
| | | glass, and metals. Its strong adherence and |
| | | use with a wide variety of co-extrusion |
| | | processes allows uses in bottle, tube, |
| | scrap material are high. | sheet, and film applications in various |
| | | industries including food packaging. |
| Applications | ■ Automotive glass run channels, automobile | Automotive fuel tanks |
| | interior materials, mudguards, sealing, grips | ■ Packaging (bottles for food and cosmetics, |
| | ■ Building material gaskets, civil engineering | tubes for food and cosmetics, food sheets |
| | joint materials, sporting goods, etc. | and films) |
| | 1 | |
| | glass run channel | automotive fuel tank |
| Chinese | Expanding demand for TPV* automotive glass | Increasing awareness of food safety and |
| market trends | run channels and better interior material for | hygiene and demand for multi-layer food |
| | luxury automobiles | packaging materials |
| | *TPV: Cross-linked thermoplastic elastomer | |