

CORPORATE GUIDE

Creating a better future, for people and the environment Experts in creating comfortable sp aces, with an emphasis on materials

Management Philosophy

SMBKZ strives to contribute to the wider society by providing the living-space industry with services that anticipate and respond to future changes.

- 1. SMBKZ will engage in sound business activities emphasis on reliability and trust.
- 2. SMBKZ will provide customer satisfaction by utilizing the comprehensive capabilities of our global network.
- 3. SMBKZ will create a corporate climate in which individuality and ability can thrive based on the spirit of respect for human dignity.
- 4. SMBKZ will take the environment into consideration, work in partnership with local communities everywhere, and will contribute to the creation of an affluent and harmonious society.



Compliance

Pursuing sound business activities as a member of society, in line with our code of conduct

Having set out basic guidelines on compliance and established a Compliance Committee chaired by the company's Chief Compliance Officer (CCO), SMBKZ makes every effort to reinforce and promote compliance, including familiarizing executives and employees with individual guidelines, and organizing awareness and educational activities.

SMBKZ has compliance reporting and consultation channels in place so that executives and employees can contact the CCO or Compliance Committee (or an equivalent body or third-party organization) if they identify an issue from the standpoint of compliance. The company is committed to quickly identifying and resolving all compliance issues and related risks.



Basic Guidelines

Put compliance first in everything that you do.

Always act in accordance with the law and maintain a strong sense of ethics in all situations, as a member of society



Supporting the Environment

Providing comfortable lifestyles for this generation and the next Promoting environmental preservation as part of a recycling oriented society

Japanese people have always had a deep affection for wooden structures, but those same structures are also attracting attention as an effective means of preventing global warming, thanks to their long life and capabilities in terms of long-term CO₂ fixation

As well as helping to create an affluent and harmonious society that takes the global environment into consideration, SMBKZ is also dedicated to environmental business, as evidenced by its environmental management activities, commitment to legal wood procurement in accordance with Forestry Agency guidelines, and efforts to obtain worldwide forest certification.

ISO 14001 Environmental Management System Certification





at an early stage, as a pioneering building material trading company, and strives to contribute to sustainable forest preservation.





Combining comprehensive a wide range of specialist support for the construction

Based on the global networks of Mitsui & Co., Ltd. and Sumitomo they have built up as three of Japan's leading trading companies, and provide high quality services, underpinned by specialist expertise to customer's needs in the future, SMBKZ is committed to functions to improve its overall capabilities and expand its business

capabilities and skills to provide multi-faceted industry

Corporation and Marubeni Corporation, and the trust and reliability SMBKZ has always strived to harness a wide range of capabilities and experience in the field of building materials. To continue catering developing its specialist skills in each sector and combining individual over an even broader basis.

Architectural capabilities

SMBKZ's highly experienced staff provide a wide range of design services, from structural planning to finished designs, for purposes such as building wooden structures or planning office spaces. SMBKZ offers fast and unique building solutions.

Logistics capabilities

SMBKZ has established an international distribution and stock management network, harnessing its unique global network and economies of scale as a trading company. SMBKZ can deliver a whole host of products reliably and effectively.

Marketing capabilities

SMBKZ uses its worldwide network to gather information so that it can provide its customers with whatever information they require, including construction data based on specialist knowledge, information on legislation, government policy and industry, and the results of market research.

Assembly capabilities

SMBKZ scours the world to find the quality of materials its customers require at the right price, and combines base and coating materials to produce finished products. SMBKZ can reliably secure and provide materials and products that meet its customers needs.



Solution capabilities

SMBKZ provides overall solutions, from layout drawings to relocation, for a wide range of projects, including organizing equipment for commercial facilities and renovating offices. SMBKZ acts as a one-stop shop to resolve any and all issues facing its customers.

Construction capabilities

SMBKZ provides in-house design and construction contracting services, including wooden structures, non-residential interiors and exteriors, residential external walls, commercial and retail premises, and office spaces. SMBKZ offers world-class construction capabilities, underpinned by in-house management and a specialist structure covering various fields.

Pre-cutting capabilities

SMBKZ provides processing and pre-cutting services for residential external walls via its own affiliated plant. SMBKZ also strives to improve customer satisfaction and contribute to society through initiatives such as shortening construction periods, reducing emissions, improving conditions for onsite workers, and saving labor.

Sourcing capabilities

SMBKZ combines expertise from Mitsui & Co., Ltd., Sumitomo Corporation, and Marubeni Corporation with its own global network, underpinned by a proved track record as a building material trading company. SMBKZ provides customers with a reliable supply line for materials from home builders and building material manufacturers in major producing areas around the world, in terms of both quality and quantity.



> Wooden Products

Connecting Japan and the world with wooden products and providing comfortable lifestyles

The needs for building have been changed and diversified in terms of function, durability and environmental performance. To fulfill the those needs, SMBKZ is purchasing and stablily supplying the reliable wooden products such as plywood, fiberboard, lumber, logs from domestic and world wide.

Strengths of SMBKZ wooden products

POINT 1

Identifying and securing wooden materials from wood supply sources all over the world

POINT 2

Assigning professionals to handle every product

POINT 3

An active commitment to environmentally friendly products



POINT 3

* Housing Materials

Providing the best possible answers to a wide range of building material needs for living spaces

SMBKZ is an industry-leading building material trading company that deals in a wide range of essential products and materials for house building and is heavily involved in distribution too.

Strengths of SMBKZ housing materials

POINT 1

An organizational structure that enables nationwide initiatives in line with customers' needs

POINT 2

A wide variety of products and services and a diverse network of sales channels

Harnessing a global network and information from multiple sources



Example of products

In the logs sector, amid recent calls for wood from Japan, such as the domestic cedar and domestic cypress that were planted after 1945, we are currently addressing the sale of logs from

We also procure softwood and hardwood logs from overseas and supply them to the market.

In the plywood sector, we have cultivated a relationship of trust with major plywood manufacturers in Japan and overseas over many years, and by leveraging those strong connections, we are determined to establish a stable supply of plywood to the Japanese market.

In the lumber sector, capable to supply mass demand of the building material manufactures and home bulders.

In the fiberboard and particle board sector, developed an inventory management system and operating suitable stock management, by monitering the kitching manufactures consumption trend.



Sidings

SMBKZ is a specialist in siding installation, providing key materials for houses' external walls via a high quality installation network spanning the entire country.





Strengths of SMBKZ siding services

Point 1: In-house installation and management with nationwide coverage

Point 2 : Standardized installation quality throughout the country

Point 3 : Expertise built on an unrivalled track record in installation

Special Sales

Providing varied services in line with changing housing material needs, in areas such as elderly and environmental services.





Point 1 : Unique solution-based business as a building material trading company

Point 2 : New initiatives to actively develop business

Construction Materials

Supplying a wide and various range of construction materials in line with modern-day needs, and assisting to create communities and more comfortable spaces

SMBKZ makes the most of the networks at the disposal of Mitsui & Co., Ltd. and Sumitomo Corporation and Marubeni Corporation to provide exterior and interior materials, housing equipments and other items with an emphasis on safety and the environment. It also focuses on environmental products such as solar power systems.

Strengths of SMBKZ construction materials

POINT 1

A diverse network in partnership with material manufacturers

POINT 2

A large team of specialists in construction equipment and materials

Superior information gathering capabilities, to uncover and develop new products in line with people's needs



ALC (autoclaved lightweight concrete panels)

Contributing to a wide range of construction projects through a specialist supply network and installation capabilities for ALC, functional materials with outstanding fire resistant and insulating properties





Point 1 : A commitment to ALC

Point 2 : A faster approach to construction projects

Construction and Renovation Services

(for Offices, Retail Premises, etc.)

Creating comfortable, highly functional spaces, perfectly in line with clients' needs.





Point 1 : Integrated solution business

Point 2 : Rigorous site management

* Wooden Building Structures

Supporting to create spaces infused with the natural warmth of wood, and breathing life into wood-based community development, as a pioneer in wooden bi-directional rigid-framed structures

Drawing on knowledge, experience and a wealth of expertise, underpinned by a proven track record. SMBKZ provides total support for wooden structures, from a range of solutions through to structural calculations, material procurement and construction management.

Strengths of SMBKZ wooden building structures

Providing total support via experts specializing in construction

POINT 2

Demonstrating on comprehensive capabilities, built on a proven track record, trust and outstanding information gathering

bi-directional rigid-framed structures





Main applications and example projects

The Summit HR Construction System for wooden bi-directional rigid-framed structures harnesses the natural qualities of wood, while enabling wide opening and large space structure equal to RC or Steel Structures.

Educational facilities (school buildings, gymnasiums, kindergarten buildings, indoor pools, etc.) local government buildings, social facilities, museums/galleries, libraries, welfare facilities, bathing facilities, retail premises, stations, offices, churches, apartment complexes, etc.







Company name

SMB Kenzai Co., Ltd.

Address

JT Building, 2-2-1, Toranomon, Minato-ku, Tokyo 105-0001, Japan

: Capital

¥3.035 billion Sumitomo Corporation (36.25%) Mitsui & Co., Ltd. (36.25%) Marubeni Corporation (27.5%)

Established

September 8, 1966 (Business integration of Sumisho & Mitsuibussan Kenzai Co., Ltd. and Marubeni Building Materials Co., Ltd. as of January 1, 2017)

Number of Employees

483 (as of March 31, 2018)

Representative

Representative Director & President Akihiko Kakugara

Major Banks

Sumitomo Mitsui Banking Corporation MUFG Bank, Ltd. Mizuho Bank, Ltd. Sumitomo Mitsui Trust Bank Limited The Shizuoka Bank I td. The Shiga Bank, LTD.

Business activities and products

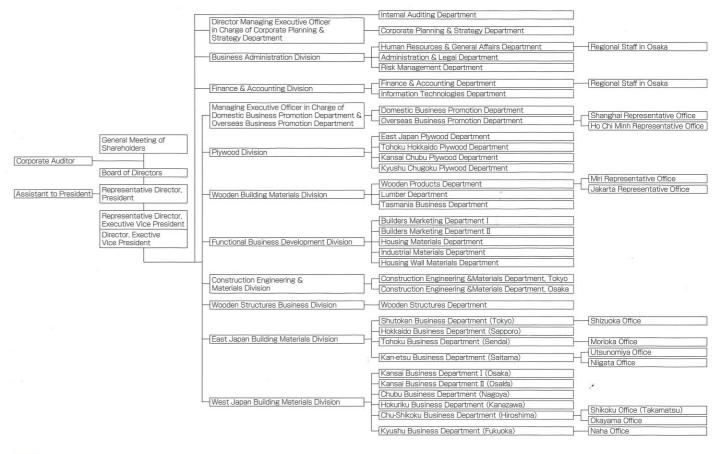
- Purchasing, selling and developing plywood, wood products, wooden building materials, housing apparatus, ceramic, metal and resin building materials
- Providing a wide range of construction contracting services (interior fittings and design, joinery, housing equipment, exterior fittings and design, wooden structure, construction and renovation of offices, retail premises, etc.)

Business objectives

- 1. Sales, imports/exports, hiring, leasing and installation of the following items
- (1) Materials for construction and civil engineering work, wooden and ceramic raw materials, and other raw materials
- (2) Synthetic resin products, wooden and metal furniture, interior goods, everyday goods and packaging materials
- (3) Industrial chemicals (including toxic and poisonous substances), pharmaceuticals and other chemicals
- (4) Housing apparatus, light fittings, electric/electronic equipment, software, construction machinery
- (5) Machinery apparatus and tools for wood, plywood, lumber, and woodwork, and related parts
- 2. Contract services for construction and civil engineering work, machinery installation, as well as related planning, design and management services
- 3. Real estate sales, letting and agency services
- 4. Sales of construction and architectural materials, and materials for making furniture, as well as processing and repair services
- 5. Any other services associated with or related to the above

Organization Chart

As of June 27, 2018



Business Base

As of June 27, 2018

Corporate History

SMB Kenzai Co., Ltd.

January 2017

Name changed to SMB Kenzai Co., Ltd. following business integration of Sumisho & Mitsuibussan Kenzai Co., Ltd. and Marubeni Building Materials Co., Ltd.

Sumisho & Mitsuibussan Kenzai Co., Ltd.

September 1966 | Established as Tokyo Sumisho Kenzai Hanbai Co., Ltd., with 100% investment from Sumitomo Corporation

April 1968

Name changed to Sumisho Busshi Hanbai Co., Ltd.

July 1981

Business integrated with building materials division of Sumitomo Corporation, name changed to Sumisho Building Materials Co., Ltd.

February 2002

Business integrated with the building materials division of Mitsui & Co., name changed to Sumisho & Mitsuibussan Kenzai Co., Ltd.

Marubeni Building Materials Co., Ltd.

June 1983

Established as Marubeni Building Materials Co., Ltd. with 100% investment from Marubeni Corporation

April 1992

October 2010

Business integrated with Marubeni Lumber Co., Ltd.(Tokyo) Business integrated with Marubeni Lumber Co., Ltd.(Niigata)

Domestic Facilities

Tokyo Head Office

JT Building 10-11-12F, 2-2-1 Toranomon, Minato-ku, Tokyo 105-0001, Japan TEL +81-3-5573-5101 FAX.+81-3-5573-5109

Daibiru-Honkan Building 21F 3-6-32, Nakanoshima, Kita-ku, Osaka 530-0005. Japan TEL.+81-6-6441-0501 FAX.+81-6-6441-0509

Nagova

Sumitomo Mitsui Bank Nagoya Building 5F, 2-18-19, Nishiki, Naka-ku, Nagoya-shi, Aichi 460-0003, Japan TEL.+81-52-232-2511 FAX.+81-52-232-2512

Sapporo

Sumitomo Corporation/Fukamiya Odori Building 3F, 8-2, Odori-nishi, Chuo-ku, Sapporo-shi, Hokkaido 060-0042, Japan TEL.+81-11-241-8511 FAX.+81-11-251-5474

Shanghai (China) Shanghai Representative Office 10th floor, Shanghai World Financial Center 100 Century Avenue, Pudong New Area, Shanghai, China TEL.+86-21-6146-1888(Ext 2506) FAX.+86-21-6146-1875

Morioka

Morioka Ekimae-dori Building 6F, 16-21, Morioka Ekimae-dori, Morioka-shi, Iwate 020-0034, Japan TEL +81-19-625-5211 FAX +81-19-625-5525

Sendai Capital Tower 10F, 4-10-3, Chuo, Aoba-ku, Sendai-shi, Miyagi 980-0021. Japan TEL.+81-22-262-7471 FAX.+81-22-262-1340

Maruka Building No. 3 4F, 1-2-30, Higashi-odori, Chuo-ku, Niigata-shi, Niigata 950-0087, Japan TEL.+81-25-241-5411 FAX.+81-25-244-8677

Utsunomiva

KDX Utsunomiya Building 8F, 1-3-1, Ekimae-dori, Utsunomiya-shi, Tochigi 321-0964 Japan TEL.+81-28-627-6797 FAX.+81-28-627-6798

: Overseas Facilities

Ho Chi Minh(Vietnam) Ho Chi Minh Representative Office Unit 905, HD Tower, 25 Bis Nguyen Thi Minh Khai Ben Nghe Ward District 1. Ho Chi Minh City, Vietnam TEL.+84-28-3821-8780 FAX.+84-28-3821-7830

Saitama

Ichigo Omiya Building 6F, 2-81, Miyacho, Omiya-ku, Saitama-shi, Saitama 330-0802, Japan TEL.+81-48-658-3930 FAX +81-48-658-3931

Shizuoka

Mitsui Seimei Shizuoka Ekimae Building 7F, 11-7, Kuroganecho, Aoi-ku, Shizuoka-shi, Shizuoka 420-0851, Japan TEL.+81-54-251-3800 FAX.+81-54-251-3850

Kanazawa

Rifare 17F, 1-5-2, Honmachi, Kanazawa-shi, Ishikawa 920-0853, TEL.+81-76-223-7641 FAX.+81-76-223-7643

Okavama

Sumitomo Seimei Okayama Building 18F, 1-1-1, Yanagimachi, Kita-ku, Okayama-shi, Okayama 700-0904. Janan TEL.+81-86-221-2380 FAX.+81-86-224-6644

JEI Naha Building 3F

Takamatsu

Hiroshima

Fukuoka

Kagawa Sanyu Building 5F,

Kagawa 760-0028, Japan

Ginsen Hiroshima Building 7F,

Hiroshima 730-0031, Japan

Hakata Mitsui Building 2, 5F,

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1st Floor, Lot 1291, Block9, Jalan Mernati 98000 Miri Sarawak

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