Kirin's Approach to CSV

Shared Value Leadership Summit

May 14, 2014

Yoshinori Isozaki President and CEO Kirin Co., Ltd. Kirin Brewery Co., Ltd.

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1 Local Community Activation through Business 2 Health Promotion utilizing Unique Technology 3 Environment Protection

Summary



Introduction

DATE OF BIRTH

August 9, 1953

EDUCATIONAL BACKGROUND

BA of Economics, Keio Univ. (1977) Master of Professional Studies, Hotel Administration, Cornell Univ. (1990)

BUSINESS CAREER

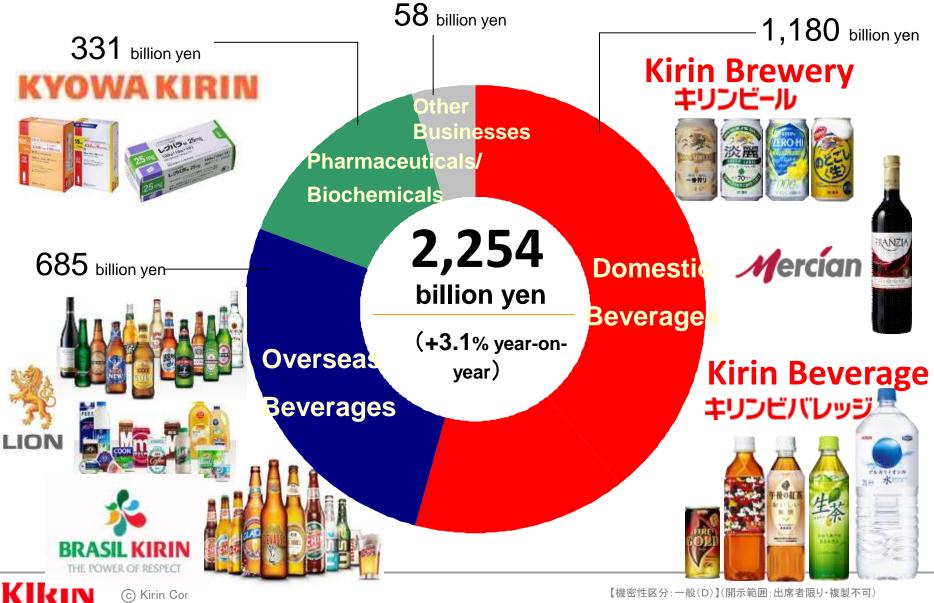
- 2013 President & CEO, Kirin Co., Ltd. and President & CEO, Kirin Brewery Co., Ltd.
- 2012 President & CEO, Kirin Brewery Co., Ltd.
 - \sim Engaged in Sales, Marketing, New Business Development, Corporate Communications and Corporate Planning \sim
- **1988 Cornell University, School of Hotel Administration (MPS)** (Major: Service Marketing, International Management)
- **1977** Joined Kirin Brewery Co., Ltd.



Yoshinori Isozaki

Overview of Kirin Group

Kirin Group 2013 Sales by Segment



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Creating Value throughout the Global Markets





Kirin's Approach to CSV

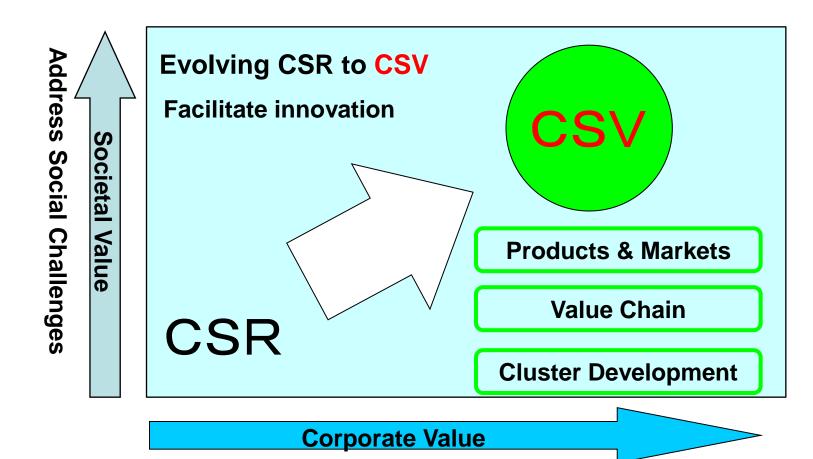
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Adopting the Concept of CSV

Strengthen corporate competitiveness while simultaneously creating value for society by addressing social issues.



Sustain Corporate Growth

Kirin's Approach to CSV

[Driving Force for Creating Shared Value]

Driving Force for CSV Aftermath of The Great East Japan Earthquake

A massive earthquake, the Great East Japan Earthquake, and tsunami on March 11, 2011 brought unbelievable damage, a complete devastation where everything was reduced to rubble.





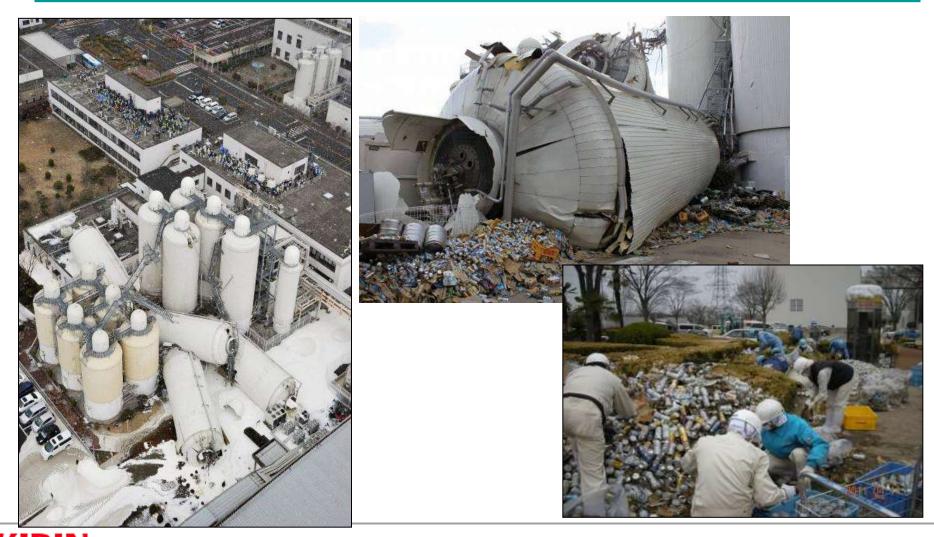
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Huge Tsunami wave breached a seawall and obliterated everything, leaving a bus on top the building.



Recovering Devastated Kirin Brewery Sendai Plant

Kirin Brewery Sendai Plant, along with other industries, suffered from heavy damage by the earthquake.



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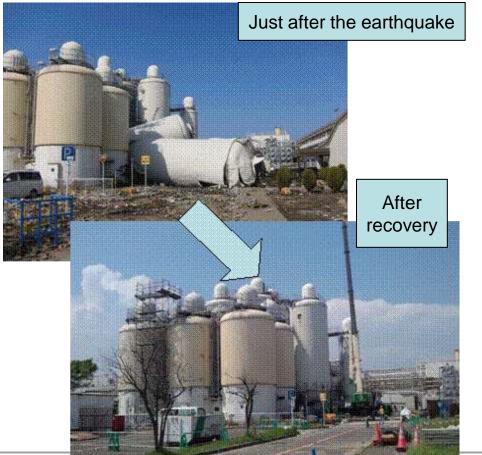
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Recovering Devastated Kirin Brewery Sendai Plant

Immediate action was taken to recover brewing facilities and we resumed brewing 200 days after the earthquake.

The first historic shipment was of beer using hops grown in the local region.

We will continue to support the devastated community for further recovery.





First Shipping after the earthquake (Nov. 2011)



Recovering Devastated Communities - Kirin KIZUNA Project -

Co-create value for both Kirin and local communities of the earthquake devastated area by supporting its recovery.

★A 3-year, 6 billion yen project with 3 pillars of activities

1. Restoring the Local Food Culture and Food Industries

(Agriculture & Fisheries)

- 2. Bringing Smiles to the faces of Children
- 3. Enhancing Mental and Physical Wellness of the Local People
 - ex. ■Scholarships for Agricultural High School Students
 - ■Music Enjoyment Activities
 - ■Soccer & Table Tennis Schools for Kids





Example of "Restoring the Local Food Culture and Food Industry"



[Revival of the branded local crops (Kesennuma Chamame Beans) and reactivation of the community]

The first revived agricultural product from the devastated area funded by the Kirin KIZUNA Project, achieving a full cycle from production to sales of the beans.



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KIRIN

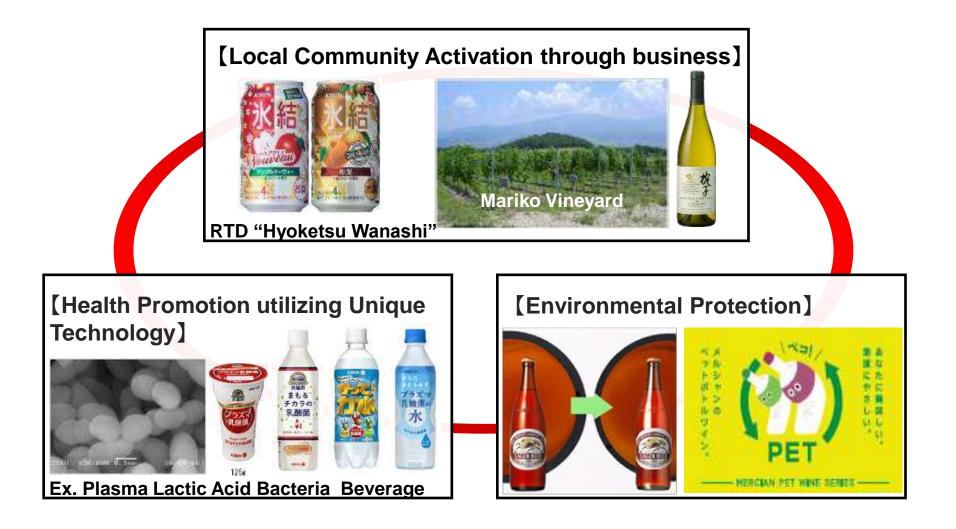
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[Initiatives]

Key Shared Value Issues

Prioritize Initiatives Unique to Kirin



CSV Initiatives Product sales to support recovery of the earthquake devastated area



[Adopting agricultural ingredients from nuclear accident affected area]

Launched new Ready To Drink product "Hyoketsu Wanashi" (Japanese pear flavor) made from pears grown in Fukushima, close to where the nuclear accident occurred but within radiation safety guidelines.

Our wish is to educate all consumers in Japan about the delicious flavor and safety of Fukushima's agricultural Future products.

> ふくしまから はじめよう。

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CSV Initiatives

Health Promotion Utilizing Kirin's Unique Technology



[Promoting Products with Additional Health Benefits]

Kirin Group has provided products under the "Kirin Plus-i" brand to create value by offering not only great taste and joy but also healthrelated benefits.

Our research, for example, discovered the effectiveness of Plasma Lactic acid bacteria to prevent influenza infection, and have applied the findings to our drinks.



CSV Initiatives

Environmental Protection through Packaging Technology



[Lighter Packaging Materials to Reduce CO₂ Emissions]

 Original containers and packages that are light and easy to use for customers as well as reducing environmental load.

- Lightest large size beer bottle in Japan.
 First in the industry to adopt cans with smaller diameter can lids and thinner lining.
- •PET bottle lighter, thinner and easier to squash for recycling.
- •Unique corner-cut cartons for less use of paper resource and easiness to handle.

Summary



「 飲みもの」を進 化させることで、 「みんなの日常」をあたらしくしていく。

