

## Basic Policy for Procurement

We are procuring various goods and services so as to deliver products that are safe and reassuring for our customers. As an excellent company with dignity, we are committed to engaging in procurement activities in accordance with the following policies.

1. Our declaration for procurement activities

We are committed to comply with all applicable laws and engage in appropriate procurement activities in accordance with these policies, as well as the Code of Business Conduct and Ethics, regulations, handbook, and other rules of Coca-Cola Bottlers Japan group.

2. Fair and transparent trade practices

- (1) We uphold fair, transparent, and free competition and will not engage in any unfair trade practices in our procurement such as those causing unreasonable disadvantage to our suppliers.
- (2) We maintain equal and healthy relationships with our suppliers. In no event will we have any inappropriate relationships with our suppliers where we accept or demand benefits such as accepting gratuities or receiving entertainments or gifts that are beyond socially acceptable norms.
- (3) We conduct appropriate education and guidance to prevent our executives and employees from engaging in unfair trade practices or having inappropriate relationships with suppliers.

3. Economic rationality

We select suppliers based on appropriate standards and through comprehensive evaluations with respect to product quality, price, delivery date, ability of maintaining stable supply, systems for complying with laws, reliability as a corporate entity, and other factors.

4. Appropriate control of information

We fully recognize the importance of confidential information and personal information obtained through procurement activities, and use and control such information in an appropriate manner in accordance with its category.

5. Environment

We engage in procurement activities with due consideration given to the global and regional environment.

6. Mutual prosperity

Our business cannot sustain its activities without cooperation and support from suppliers. Bearing in mind that our suppliers are our partners for growth, we are committed to furthering mutual prosperity and sustainability for growth.

7. Supplementary provision

The policy is enacted and enforced effective January 1, 2018.