

In this section, we take a look at some important recent developments.

## Sakhalin II Project

### LNG Exports Commence in March 2009

(Natural Gas Business Division B, Energy Business Group)

On March 29, 2009, Sakhalin Energy Investment Company Ltd., in which MC owns a 10% equity interest, began exporting LNG from the Sakhalin II LNG production and export facilities based at Port Prigorodnoye (Sakhalin Island, Russian Federation). The Sakhalin II Project is expected to produce up to 9.6 million tons of LNG per year, of which approximately 60% will be supplied to Japan under current plans.



LNG exports began in March 2009.

Sakhalin II is Russia's first LNG project. At the same time, it has major strategic significance for Japan's energy security given the project's geographical proximity to the Russian Far East. This project is MC's first new large-scale LNG project in almost 20 years.

## Urban Shopping Center

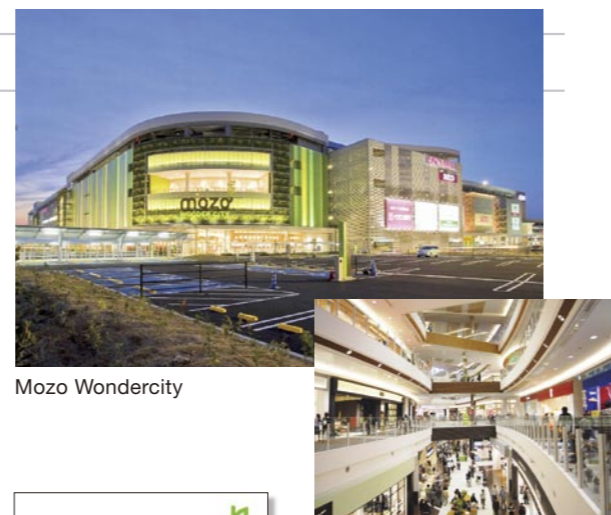
### Mozo Wondercity Opens for Business

(Development & Construction Project Division, Industrial Finance, Logistics & Development Group)

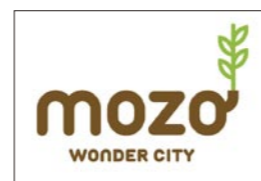
On April 21, 2009, Mozo Wondercity, a Nagoya City shopping center redeveloped and constructed jointly by MC and AEON Mall Co., Ltd., opened its doors to the public. With leading Japanese retailer JUSCO as its anchor store, Mozo Wondercity is Nagoya City's largest mall, boasting approximately 230 shops and upwards of 5,000 parking spaces. It aims to attract 17 million shoppers in its first year.

MC subsidiary Diamond City Co., Ltd. (which merged with AEON Mall in 2007) had been operating a shopping center called "Wondercity" on the same site since 1994, but plans to redevelop the facility and create a new "Wondercity" were drawn up in order to respond to the changing needs of the surrounding community. The project is MC's largest investment project to be executed as a securitized development\*.

\* A method of finance involving the securitization of real estate that is under development.



Mozo Wondercity



The project's developers are eager to see the shopping center lay down roots and grow together with the local community. These sentiments are reflected in the mall's new logo, which features a baby plant, as well as in the name of the shopping center, with the word "mozo" describing the sound something makes when it starts to move or is stirred to life.

## One of the World's Biggest Undeveloped Nickel Mines

### MC Takes a Stake in the Weda Bay Nickel Project

(Ferrous Raw Materials Division, Metals Group)

MC has acquired a roughly 30% ownership interest in the Weda Bay Nickel Project on the island of Halmahera in Indonesia. The Weda Bay deposit is estimated to be one of the largest undeveloped nickel projects in the world. The latest survey results suggest that the deposit has about 5.1 million tons of ore resources. The targeted annual production capacity is up to 65,000 tons of nickel.



Used as a raw material in stainless steel and batteries, nickel is expected to see increased demand over the medium and long terms in step with economic growth in China and newly emerging economies. MC plans to work with French alloys producer ERAMET S.A. to conduct the feasibility studies needed to make investment decisions.

## Comprehensive Nuclear Fuel Business

### Reestablishment of Mitsubishi Nuclear Fuel Co., Ltd.

(Power & Electrical Systems Division, Machinery Group)

MC has joined forces with Mitsubishi Heavy Industries, Ltd. (MHI), Mitsubishi Materials Corporation (MMC) and French nuclear power conglomerate AREVA to establish a comprehensive nuclear fuel fabrication company. Called Mitsubishi Nuclear Fuel Co., Ltd., this company will integrate design, development, manufacturing and sales of nuclear fuels.



Mitsubishi Nuclear Fuel Company



Nuclear fuel assemblies for PWRs. Approx. 4 meters in length.

Mitsubishi Nuclear Fuel will supply Japanese customers with uranium fuel assemblies and uranium-plutonium mixed oxide (MOX) fuel assemblies for common pressurized water reactors (PWR) and boiling water reactors (BWR), and uranium fuel assemblies for high-temperature gas-cooled reactors currently under development. There are also plans to provide related services, such as uranium re-conversion\*. The new company will also look to enter overseas markets as an independent supplier from AREVA of MHI-designed fuel assemblies for PWRs.

With international efforts to combat global warming now gaining momentum, the importance of nuclear power has been growing worldwide, and the new company will strive to help ensure a steady supply of high-quality nuclear fuel.

\* One process for producing uranium fuels.

## Marunouchi Park Bldg. Completed MC Has Two Headquarters Buildings in Marunouchi From May

April 2009 saw the completion of the Marunouchi Park Bldg., two years after construction began. MC moved part of its Headquarters to the new building on May 7. With this move, MC now has two Headquarters buildings in Marunouchi, after operations had previously been split between the Marunouchi and Shinagawa Headquarters. MC occupies the 22nd to the top 34th floor of the Marunouchi Park Bldg.

