

March 8, 2007

Mitsubishi Corporation to Acquire Stake in China Agri-Industries Holdings Limited

Mitsubishi Corporation (MC) has decided to acquire a stake in China Agri-Industries Holdings Limited (China Agri) when China Agri is listed on The Stock Exchange of Hong Kong Limited in March 2007. MC plans to invest a total of 7.9 billion Japanese yen, through which it expects to acquire around a 4% stake in China Agri.

1. Summary of the Acquisition

China National Cereals, Oils & Foodstuffs Corporation (COFCO), a state-owned company in the People's Republic of China, decided to establish and list China Agri on The Stock Exchange of Hong Kong Limited in March 2007 as an operating platform for its agri-industrial business, comprising oilseed processing, wheat processing, rice trading and processing, brewing materials, and biofuel and biochemical business. MC agreed with COFCO prior to the listing of China Agri to acquire a stake as a strategic business partner.

2. Reason for the Acquisition

MC has long enjoyed good business relations with COFCO, mainly in grain business. MC expects to further strengthen its relationship with the COFCO group, including China Agri, through this acquisition and will strive to build and develop food-related business in China with the COFCO group. It is anticipated that consumers' needs and requirements will become more diversified in China as the economy continues to grow. By leveraging COFCO's solid, nationwide network as well as MC's global network and expertise, MC aims to engage in agri-industrial business and further develop business in food manufacturing, distribution and retailing in China.

3. Overview of COFCO

COFCO is a state-owned company incorporated in the People's Republic of China in September 1952 and is the leading food-related company in China. COFCO is the largest agricultural import and export company in China. In addition to developing agri-industrial business throughout China, such as oilseed processing and wheat processing, COFCO also has established a leading position in products such as wine, beverages and chocolate.

- (1) Company name: China National Cereals, Oils & Foodstuffs Corporation
- (2) Headquarters: Beijing, China
- (3) Chief representative: Chairman Ning Gaoning
- (4) Established: 1952
- (5) Main business: Agricultural import and export, agricultural processing, food manufacturing, real estate, and finance

4. Overview of China Agri

China Agri is the operating platform of the COFCO group in the agri-industrial business. China Agri is one of the top agri-industrial companies in China and is expected to achieve further growth in line with economic growth in China.

- (1) Company name: China Agri-Industries Holdings Limited
- (2) Headquarters: Hong Kong
- (3) Chief Representative: Chairman Ning Gaoning
- (4) Established: 2006
- (5) Stock Exchange: To be listed on the Hong Kong Stock Exchange in March 2007
- (6) Main business: Agricultural processing