

Business Highlight



Offshore wind substation

MC Named Preferred Bidder for Offshore Transmission Asset in the UK

Global Environmental & Infrastructure Business Group

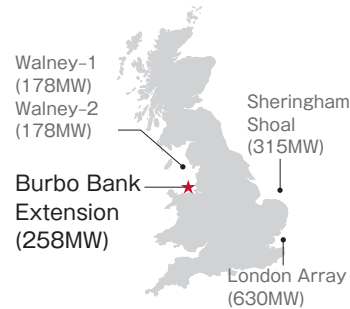
In July 2017, MC was selected as the preferred bidder for the operation of its fifth offshore transmission asset in the UK through Diamond Transmission Corporation Limited (DTC), its wholly owned UK-based subsidiary. This new offshore transmission asset is designed to connect the Burbo Bank Extension offshore wind farm (with a generation capacity of 258 MW) located 25 km off the northwestern coast of the UK to a substation which will be constructed in Denbighshire, North Wales. The new asset is valued at approximately 26.2 billion yen. MC and its business partners will execute this electricity transmission business for a 20-year period starting around the end of 2017. Including this asset, MC will be operating offshore transmission

business in Europe at nine locations, with a gross transmission line length of approximately 900 km and a transmission capacity of approximately 4.35 GW.

DTC intends to expand its offshore transmission assets in the UK, while studying entry into the business of onshore transmission lines and cross-border interconnector lines.

Through business opportunities that would help reduce greenhouse gas emissions, MC will contribute to the generation of economic, environmental, and societal value.

MC's offshore transmission assets in the UK



DTC

DTC was established in 2013 as a business management company responsible for offshore transmission business in Europe. The company, which has an operation and maintenance professional team, is engaged in the operation of offshore transmission assets.

Awarded Contract for First Mass Rapid Transit System in Bangladesh

Global Environmental & Infrastructure Business Group

In August 2017, MC, jointly with Kawasaki Heavy Industries, Ltd., has been awarded an approximately 40 billion yen



Dhaka MRT Line-6 Rolling Stock Image

contract for the supply of 144 rail cars of rolling stock and maintenance depot equipment for a mass rapid transit system (MRT) to be built for the first time in Bangladesh. In the contract, MC will be responsible for the partial supply of depot equipment and commercial administrations.

MRT Line-6, is a fully elevated track with a total line length of 20 km and 16 stations, which runs from south to north through the center of the capital Dhaka. In Dhaka where the volume of traffic is increasing as the population

grows, chronic congestion is creating a social problem. It is expected that MRT Line-6 will contribute to promote converting major transportation mode from road to rail and will eventually improve urban convenience, root out economic loss and alleviate greenhouse gas emissions. MC will proactively continue to develop rolling stock business in Bangladesh and will also continue contributing to the development of economy and society in developing countries through urban transport development.

Agricultural Cooperative ZEN-NOH and Mitsubishi Corporation to Establish Agrochemical Joint Venture

Chemicals Group

In September 2017, MC agreed with the National Federation of Agricultural Cooperative Associations (ZEN-NOH) to establish a new joint venture for the registration, manufacture, and distribution of agrochemicals. In November 2017, the new company, "ZM Crop Protection" was established, with MC and ZEN-NOH each holding a 50% share, and will begin operations in the 2018 fiscal year.

For its part, MC has been taking steps to help meet the growing

demand for food and agricultural inputs through its agrochemical contract manufacturing operations in India and China as well as through its domestic and international distribution businesses.

Creating synergy between the R&D and registration* expertise of ZEN-NOH, and MC's manufacturing function and global network, the new company is aiming to expand sales to 10 billion yen by 2021. By achieving economy of scale and reducing the price of agrochemical, the new company

will contribute to enhancing the competitiveness of Japanese agriculture.



*Registration: Authorization necessary for the production, sales, and usage of agrochemicals, requiring high expertise in obtaining various data demonstrating the safety and effectivity of the product.



Image of industrial facilities

Mitsubishi Corporation Takes on Brand New Venture Renovating and Developing Large-Scale Industrial Facilities – Joins up with subsidiary to support companies’ CRE strategies –

Industrial Finance, Logistics & Development Group

MC and its wholly owned subsidiary Mitsubishi Corporation Urban Development entered into a new business segment focused on the renovation and development of large-scale industrial facilities for use by industrial corporations. For large-scale renovation, they will acquire two industrial facilities in Chiba Prefecture, primarily used as temperature controlled warehouses and processing centers. The total cost for developing the two facilities (including investments tenants made in equipment and internal structures as required for their operations) is around 10 billion yen. Projects involving the development of large-scale industrial facilities for specific purposes are the first for MC and also a unique business proposition within the real estate industry.

These days, an increasing number of these companies are turning to a corporate real estate (CRE) management strategy due to the spread of ROA/ROE based management, basic restructuring needs caused by industry

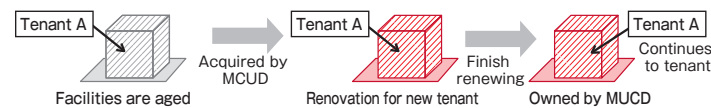
consolidation and streamlining of operations, and other backgrounds. MC is seeking to actively support the CRE strategies with the aim of providing optimal solutions to the challenges they faced. MC is in a particularly good position to provide this kind of support by drawing on its broad networks

across a variety of industries. By continuing to leverage its strengths, MC positions CRE support for industrial corporations as one of its core businesses, and will further expand its real estate development business.

*CRE: Corporate Real Estate

Scheme Outline

Project 1 (Leasing Continued by Original Tenant)



Project 2 (Renovation for New Tenant)



	Facility1	Facility2
Location	Ichikawa, Chiba, Japan	Ichikawa, Chiba, Japan
Site Area	17,300㎡	3,300㎡
Total Floor Space	27,600㎡	5,100㎡
Main Applications	Temperature Controlled Warehouse Processing Center	Temperature Controlled Warehouse Processing Center

LNG Production Gets Underway at Australia’s Wheatstone LNG Project

Energy Business Group

In October 2017, the production of liquefied natural gas (LNG) started in Australia’s Wheatstone LNG Project, in which MC participates together with Nippon Yusen, JERA, and JOGMEC.

At this point, LNG is being produced through the first liquefaction train at the LNG production base using natural gas supplied from the Wheatstone and Iago gas fields located in the offshore area of Western Australia’s North West Shelf. The construction of the second liquefaction train is currently underway. After the completion

of the second train, the combined total of LNG production is expected to reach 8.9 million tonnes per year.

Given the upward trends in global energy consumption stemming from a growing population, and as a measure to mitigate global warming, the demand for natural gas as a clean energy source is increasing worldwide. Amid this difficult situation, it is very significant that this project serves as an important source of energy for Japan, and that the public and private sectors work together to secure energy resources. MC will

continue to ensure stable energy supply to Japan.

Wheatstone LNG Project Location



Offshore platform