

クイーンズメタル株式会社 Queens Metal Corporation(QMC)

UCF 5F, Ginza Wall Bldg. 6-13-16 Ginza Chuo-ku, Tokyo, Japan 104-0061

TEL: +81-3-6892-1535 FAX: +81-3-6892-1536



September 27, 2017

## DUE DILIGENCE REPORT 2017

Queens Metal Corporation(QMC) is trading company based in Tokyo established on 2015. QMC specializes to trade Rare Metals and Rare Earths, including Tin, Tungsten and Tantalum. QMC became international full membership of iTSCi from 2017, and aware of necessity of establish transparent conflict-free supply chain of 3T minerals based on OECD guidance, which is also referred in its company's policy of conflict minerals. QMC always communicate with its suppliers and customers to check and confirm to source minerals only from conflict free supply chain. QMC uses iTSCi monthly report, ALERT information, mining visit reports and related notice, also access EICC information to check CFSP list and other necessary news. QMC regularly assess the latest information, to update due diligence and its company's proper action to comply with OECD guidance.

QMC has been encouraging its suppliers and customers to comply with OECD guidance and participate to CFSP audit and/or iTSCi membership, from being a full membership of iTSCi. QMC check carefully of its mineral origin when make contract of 3T commodities, and ensure to buy from iTSCi full member suppliers with iTSCi plastic tags from level 3 countries. In case of notice the minerals come from level 3 countries not from iTSCi full members, QMC shall ask them to carry out necessary third party's audit as per OECD guidance and/or encourage them to participate to iTSCi full membership. Also, QMC assess if those tags are appropriate and not detected in iTSCi incident report to be sure.

Being inside of supply chain, QMC has been sharing necessary information of Conflict Mineral Templates, and has been reported properly when there is requirement from downstream customers.

QMC continues to support iTSCi activities and make necessary actions to comply with conflict free supply chain in its business transaction.

Queens Metal Corporation Qin Pengshou / President