# **Efforts to Raise Customer Satisfaction Levels**

## Putting Customers First with the SUBARU Declaration

In October 2011, SUBARU issued the SUBARU "Declaration, which specified the goal of being chosen by customers for "Enjoyment and Peace of Mind" and summarized the attitude and actions needed for sales divisions in Japan to achieve this goal. Sharing the same goal, our dealers in Japan have also posted their own SUBARU Declaration and are engaging in initiatives to implement them.

#### **SUBARU** Declaration

- •We aim to be No. 1 by being the automobile brand that offers customers "Enjoyment and Peace of Mind."
- All SUBARU employees will present "Enjoyment and Peace of Mind." as brand values to customers and offer them the highest level of service.



## Establishment of SUBARU Customer Center

To receive enquiries, conduct consultations and handle requests and comments from our customers, we have established the SUBARU Customer Center. We respond to our customers under a simple code of conduct: "accurate, prompt, appropriate, fair, and courteous" aiming to provide "Enjoyment and Peace of Mind." The valuable comments and requests received from customers are passed on to the relevant departments so that suggestions can be reflected in making future improvements and in product planning, quality, sales, and after-sales services.

#### SUBARU Customer Center

00 subaru Call: 0120-052215

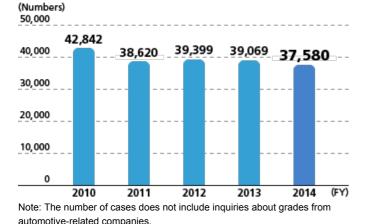
(Note that your call will be recorded to confirm the content)

Please contact SUBARU Customer Center if you have any inquiries as below,

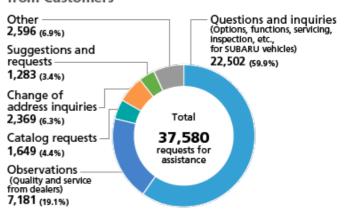
- Opinions/Comments/Guidance (catalog, dealership, changing address, etc.)
- 2 Inquiries/Request for assistance

urs 9:00am – 5:00pm (Weekdays)\* <sup>me)</sup> 9:00am – 12:00am/1:00pm – 5:00pm (Saturdays, Sundays and Public holidays)

\*Information service only for Opinions/Comments/Guidance is available on weekdays 12:00am – 1:00pm, and on Saturdays, Sundays and public holidays



#### Trends in Requests for Assistance from Customers Breakdown of Requests for Assistance from Customers



Office Hours (Japan Time)

#### Customer Satisfaction Survey

#### Evaluation through In-house Survey: SUBARU Customer Questionnaire

Our goal is to build up relationships with our customers by offering the "Enjoyment and Peace of Mind" stated in the SUBARU Declaration so that they continue to choose SUBARU over the long-term. We conduct the SUBARU Questionnaire directed at customers who bought a vehicle at one of our dealers. At SUBARU, we take the comments and requests of customers that we learn from the results of the survey seriously, and we have continued to make improvements at each of our dealers.

FY 2014 saw continuous improvements in customer satisfaction levels. These improvements included specific achievements in the "Overall rating of the dealer you used" category in which the positive response rate consisting of "Extremely satisfied" and "Satisfied" accounted for 84.7% (82.2% in FY 2013).

By supporting mobility that is fun and safe for our customers, and realizing the tenets of the SUBARU Declaration going forward, we aim to build up relationships whereby customers continue to choose SUBARU over the long term.

Number of valid response to the SUBARU Questionnaire

FY 2014: 80,362 responses/year FY 2013: 67,383 responses/year

#### **Results of External Customer Satisfaction Survey**

In the second Japanese Customer Service Index (JCSI) survey conducted by Service Productivity & Innovation for Growth (SPRING) in FY2014, SUBARU won the No.1 rating for customer satisfaction among the 13 automotive companies and brands included in the Automobile Dealership Division of the survey.



# Customer Satisfaction (CS) Activities Focusing on Dealers

We are offering support and promotional services to SUBARU dealerships, which form our point of contact with customers, to continuously raise the level of customer satisfaction, which underpins our brand image.

We provide feedback on customer opinions and requests obtained from SUBARU Questionnaires to SUBARU dealers and related departments, and work to improve products, quality, sales and after-sales service.

## Training Human Resources at Dealerships to Deliver "Enjoyment and Peace of Mind"

We work to develop human resources through a range of training programs so that all staff at SUBARU dealerships in Japan put the SUBARU Declaration into practice and can perform in a way that gives satisfaction to customers.

We also work to train staff outside of Japan, making use of in-country training, training in Japan and online learning.

#### Number of Trainees Enrolled in Dealer Education Program in Japan

	2013 (first half)	2013 (last half)	Total
Manager, sales	1,145	1,073	2,218
Technical staff, other	1,285	953	2,238
Total	2,430	2,026	4,456

\*Includes business trip training, etc.

#### SUBARU Customer Center

We established the SUBARU Customer Center as a specialized organization to engage in such roles as providing service and technical information, guidance for service management and support for human resource development to dealerships inside and outside Japan. The SUBARU Academy, which is responsible for occupation- and job grade-specific training, is also part of the SUBARU Customer Center.



Training program for SUBARU staff

#### SUBARU Academy

The SUBARU Academy provides occupation-specific training for sales staff, service advisors and technical staff at dealerships inside and outside Japan as well as job grade-specific training for employees ranging from newly recruits through to dealership managers and management officers.

The SUBARU Training Center, where the SUBARU Academy is located, opened in 2005 in Hachioji City, Tokyo. In addition to various training rooms, it also houses a test course, servicing and training equipment and accommodation facilities which consist of 133 rooms with a maximum capacity of 165 people.



SUBARU Training Center

#### STARS Sales Professional Certification Program

We established the SUBARU STAFF TRAINING AND RATING SYSTEM (STARS)\* sales professional certification program in FY2013 as recognition of staff with the ability to provide customers with "Enjoyment and Peace of Mind" and support. We run tests covering areas such as knowledge about automobiles, ability to make proposals and customer service skills to determine the level of a salesperson's certification.

Starting in FY2015, in addition to salespeople, we have also made technical staff and service advisors eligible for certification under STARS as we aim to reinforce our system for giving customers an even greater sense of "Enjoyment and Pease of Mind."

\* STARS: Rating system to help salespersons develop themselves through repeated Off-JT (study), OJT (practice) and qualification tests (challenge).



Training provided under the STARS program

# International CS Initiatives

With the goal of achieving uniformly high after-sales service around the world and helping SUBARU customers drive with peace of mind, the SUBARU Customer Center works with importers around the world to help them and their dealers enhance their educational systems and overall structures.

We are building a corporate structure that can deliver customers service that meets their needs while ensuring that our importers and dealers worldwide offer service worthy of SUBARU's "Confidence in Motion."

# Technical Training

Improving the technical skills of our technical staff is essential to delivering service that gives our customers peace of mind.

Consequently, in addition to running a Train the Trainer (TTT) professional development system for the instructors who provide tuition for our technical staff worldwide, SUBARU offers the Subaru Technician Education program (STEP), a technical education curriculum that aims to train technical staff to be able to handle increasingly sophisticated automobile technology. In addition, we work to improve technical capabilities by using skill certification testing to provide motivation for training.



Service Advisor Education Program material (extract)



A scene from Service Advisor Education

## Organizational Reinforcement

The SUBARU Customer Center works in partnership with dealerships outside Japan to improve their technical and customer service skills so that customers continue to choose SUBARU. We seek close communication to speed up the resolution of problems through such means as the regional meetings we hold in addition to twice-yearly conferences for leading overseas dealerships held in Japan.

# **Quality Management**

# Our Approach to Quality

We actively deliver high quality products and services to impress customers through the establishment of quality policy in line with our customer first policy and a high level of integration of safety, enjoyment and environmental performance.

#### **Product Quality Management System**

#### **Quality Policy (Established November, 1994)**

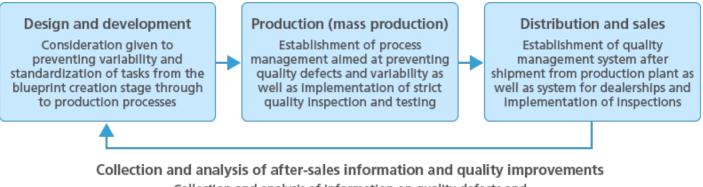
FHI considers customer satisfaction as the first priority, and works constantly to improve products and services to provide world-class quality.

- Establish Quality Management System (QMS) based on the Quality Policy and ISO 9001 Standard and put it into practice for orderly and effective operations.
- 2 Clarify the quality targets acceptable to customers at the planning stage.
- 8 Realize the quality targets through quality assurance activities at each stage from development to sales and service.
- 4 Attend to complaints and requests from the market quickly and appropriately to live up to the trust of customers.

## Operation of Quality Management Cycle

Based on the Quality Management System, FHI works to assure quality in each process from design and development through to sales as well as creating a cycle to create even higher quality products. In addition, FHI strives to work through this cycle swiftly in order to meet customer needs without any delay.

#### Quality Management Cycle

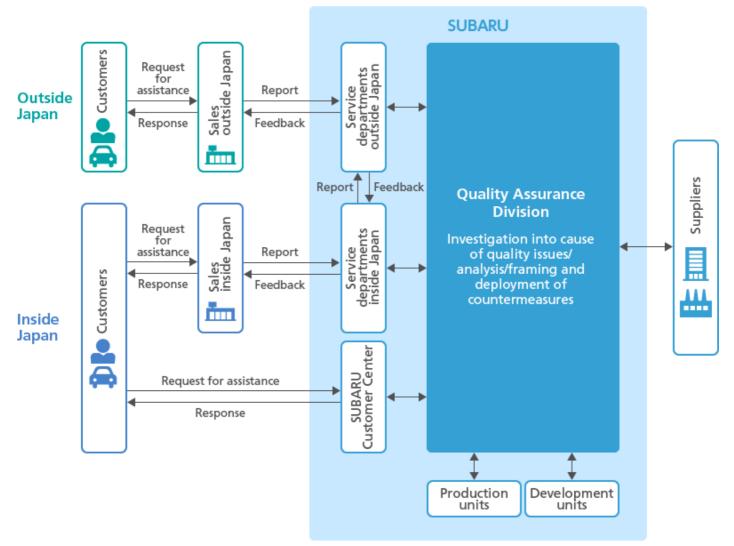


Collection and analysis of information on quality defects and requests sent to dealerships and SUBARU Customer Center and prompt implementation of quality improvements

# Creating a System Aimed at Improving Quality

At SUBARU, we have established a quality improvement system centered on the Quality Assurance Division in order to analyze after-sales quality defects and customer requests to develop and produce even higher quality. We collect customers' opinions from around the world and identify quality issues. In addition to investigating the cause of the quality issues, we frame countermeasures, which we deploy to the relevant in-house department and/or supplier.

#### **Quality Improvement System**



# Implementing Quality Control Training

We have developed a curriculum around quality control as part of employee education with the aim of upgrading the level of quality assurance and control. We not only provide education in line with the job grade of employees, but also training to develop quality control experts, individual programs for each business site and other educational programs.

#### Main curriculum around quality control

- Introductory quality training: Quality Control Training (Introduction)
- Education for instructors: Quality Control Training (Foreman)
- Education for skilled occupations: Quality Control Training (Introduction/Foreman)
- Other employees: open classes at each workplace

#### Efforts at the Aerospace Company

#### Quality Management System Based on Aerospace Industry Standards

FHI's Aerospace Company has built a quality management system that conforms to the JIS Q9100 quality management system standard for the aerospace industry. The International Aerospace Quality Group (IAQG), to which the world's aircraft manufacturers belong, formulated this management standard.

FHI is one of the Council members of the Japan Aerospace Quality Group (JAQG) under which Japan's aerospace companies take part in IAQG activities, and we have contributed to the creation of management standards and the establishment of operating regulations for the management system certification program.

#### Efforts Aimed at Improving Quality

FHI's Aerospace Company engages in a range of activities aimed at improving quality and preventing errors.

In addition to examining customer satisfaction and product quality from diverse angles at "Quality Meetings" held four times a year, the Aerospace Company has designated November as the "Quality Month" for each year, engaging in activities that include lectures and distribution of educational leaflets to all employees. The lecture for FY2014 was entitled The Fundamentals and Principles of Countermeasures to Human Error and was presented by Ryutaro Kawano, Professor of Medical Safety and Director of the Medical Simulation Center, School of Medicine, Jichi Medical University. More than 500 people were involved including employees from assistant manager level and above, the company president and suppliers. The Aerospace Company has also established an Improvement Suggestion System that aims to foster a year-round climate that allows employees to demonstrate their creativity independently and quality to be improved.

## **Response to Recalls**

We are taking measures in response to recalls\* in order to prevent accidents and protect customers.

In the event of product defects, not only do we respond properly based on the laws and regulations of each country, but we also determine the specific details of our response by promptly establishing a committee structure for staff from departments involved in quality, including those outside of Japan, to investigate. Moreover, we send direct mail outs from our dealerships to affected customers to inform them that they can have their cars repaired free of charge.

\*Recall: A system under which when an automobile might not or does not conform to road vehicle safety standards and the cause lies in the design or manufacturing process, the manufacturer notifies the Ministry of Land, Infrastructure, Transport and Tourism to that effect, recalls the automobiles and repairs them free of charge.

Please refer to the FHI website for the details of our response to recalls.

(In Japanese only)

http://www.fhi.co.jp/recall/

# Making Safe Vehicles

# Pursuing Safety Based on the Concept of ALL-AROUND SAFETY

SUBARU has worked to build cars with the concept that everyone should enjoy comfortable mobility with peace of mind all the time. The pursuit of safety is one important theme in achieving this. SUBARU ALL-AROUND SAFETY, the basic concept for this, means that we aim for safety under all environments. SUBARU people are working to improve all aspects of safety under a variety of conditions, including Active Safety that assumes accidents may occur and prevents them, Pre-crash Safety that supports the driver's driving operations and includes hazard avoidance by the vehicle itself if needed to avoid a collision with the aim of helping reduce damage in the event of a collision, and Passive Safety to minimize damage in the event of an accident.



# Thoughts on Primary Safety

We are continuing to evolve automobile safety technology on various fronts. However, the ideal is that no danger should be encountered, and the basis of this is correct judgment and operation by the driver.

Primary Safety is based on an approach that enhances safety through initial and basic design techniques for the automobile form and interface. To realize safe, concentrated driving without distraction, SUBARU pays meticulous attention to details of the instrument panel and seat design, including visibility design.

Click here for more details.

# Thoughts on Active Safety

Active Safety is an approach to safety based on preventing accidents, assuming that accidents may occur. In the event of an accident, for safe avoidance it is important to maintain vehicle stability no different from normal, under a variety of weather and road conditions.

Based on the idea that the ultimate drive fosters safety, the exceptional fundamental performance delivered by our horizontallyopposed SUBARU BOXER engine and Symmetrical All-Wheel Drive are the basis for refinement of vehicle performance that enables users to drive with confidence in all kinds of environment and climate.

Click here for more details.



Horizontally-opposed engine



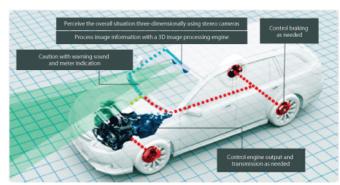
Symmetrical All-Wheel Drive

## Thoughts on Pre-crash Safety

Pre-crash Safety is an approach to safety that supports the driver's driving operations and predicts hazards with the aim of helping reduce damage in the event of a collision.

SUBARU was quick to become involved in pre-crash safety, and has promoted its development. EyeSight (Ver.2) adopts a stereo camera for judging conditions in front of the vehicle as well as linkage to the engine, transmission and brakes for hazard avoidance, and has been highly evaluated as an advanced driving support system. Moreover, in June 2014, in addition to substantially upgrading the stereo camera with a complete redesign, including its recognition performance, we launched the new model WRX and Levorg equipped with EyeSight (Ver.3) with added steering assist control.

Click here for more details. (Available only in Japanese)



EyeSight (Ver.2) system illustration

## Thoughts on Passive Safety

Passive Safety is an approach to safety technology that aims to minimize damage in the event of an accident.

SUBARU promotes development informed by safety ideas that take in all aspects of the vehicle. With an original crash safety body featuring a new Ring-Shaped Reinforcement Frame Body Structure, and engine layout, etc., for mitigating collision impact on vehicle occupants, cabin occupants are, of course, protected. But SUBARU also considers collision with pedestrians in its safety system, for which it is highly acclaimed, not only in Japan but also throughout the world.

Click here for more details.

http://www.subaru-global.com/safety.html

## FY 2013 Car Assessment Results

The U.S.' IIHS\*1 named the IMPREZA and XV Crosstrek as the 2014 TOP SAFETY PICK,\*2 with the "EyeSight" equipped LEGACY, OUTBACK and FORESTER receiving the highest score of "Superior" in the Front Crash Prevention Test, which began in 2013, and becoming the 2014 TOP SAFETY PICK+,\*3 the highest overall award.

Also, ANCAP\*4 gave WRX the highest rank of Five Stars.

\*1 Insurance Institute for Highway Safety

\*2 The IIHS, in vehicle safety information publications, designates a vehicle as TOP SAFETY PICK if it received the score of "Good" in four of its five tests, namely the Offset Frontal Test, Rear Crash Test, Side Crash Test, Roof Strength Test and Small Overlap Front Test, and the score of "Acceptable" or higher in one of the tests.

\*3 In addition to satisfying the TOP SAFETY PICK requirements, if a vehicle receives the score of "Basic" or higher in the Front Crash Prevention Test, it is named TOP SAFETY PICK+.

\*4 ANCAP is an independent organization composed of the transportation authority of Australia and New Zealand that has been providing safety assessments since 1993.

#### FY2013 Commendations

IIHS

- IMPREZA, XV Crosstrek and WRX are named 2014TSP
- EyeSight equipped LEGACY, OUTBACK and FORESTER are named 2014TSP+



#### ANCAP

WRX receives Five Stars



# Approaches to Welfare Vehicles

# "TRANSCARE Series" – from Standard-sized Cars to Mini Cars

SUBARU has been playing its role in the development and dissemination of welfare vehicles that allow the disadvantaged and the aged to ride at ease, aspiring toward "sharing the happiness of living through cars for everybody." SUBARU started producing and selling welfare vehicles for the disabled in 1980 and now is well known for the "TRANSCARE series."

The TRANSCARE series offers a wide range of options, from standard-sized cars to mini cars. We aim to develop vehicles that provide comfortable driving for both people who are in care and for care providers. We will keep working to make an effort to enrich this series for all customers' comfortable and reliable driving experience.

In September 2013, we exhibited at the 40th International Home Care & Rehabilitation Exhibition, Japan's largest comprehensive exhibition of welfare equipment, presenting the SUBARU XV HYBRID and the Forester TRANSCARE based around the theme: "You'll like getting out." Our booth was visited by many people.



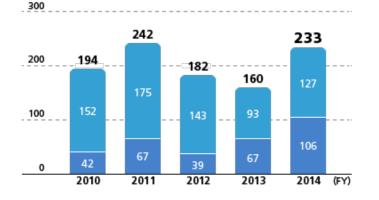
SUBARU Exhibit Booth at the 40th International Home Care & Rehabilitation Exhibition



Providing customers with explanations



Levorg TRANSCARE Wing Seat (Lift type)



#### Number of TRANSCARE Series Sold

(Unit) Mini cars Standard-sized cars