

Sustainability Policy Briefing

Yorozu Group Annual Supplier Conference 2025



April 8, 2025 ESG Office

Today's agenda

- 1. Yorozu's Vision for Sustainability
- 2. ESG Management Basic Policy
- 3. Yorozu Sustainability Guidelines
- 4. Supplier Survey Results
- 5. Environmental Initiatives
- 6. Social Initiatives
- 7. Governance Initiatives
- 8. Requests to Our Valued Suppliers



Yorozu's Vision for Sustainability

- We, Yorozu Group, have been embracing the foundation philosophy and spirit to evolve into what we are today.

ESG Management Basic Policy



E: Monozukuri with our weapon

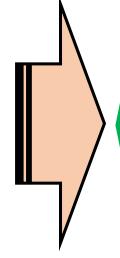
Environment

- —environmental performance
- **▶** Continuous efforts for decarbonization in production
- > Establishment of a smart factory

Social

S: Improvement of engagement Society

- > Promotion of Health & Productivity Management
- **≻Implementation of DE&I**



Governance

G: Enhancement of governance Governance

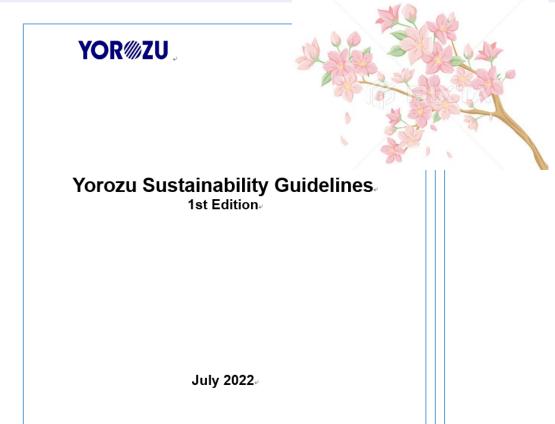
- >Strengthening of governance and compliance
- **➤** Compliance with appropriate business practices



Yorozu Sustainability Guidelines

These guidelines are designed to enhance selfassessment of corporate activities among our business partners from an ESG perspective with the aim of driving improvement in operational practices and approaches.

- -1. Compliance
- -2. Safety and Quality
- -3. Human Rights and Labor
- -4. Environment
- -5. Responsible Procurement of Resources and Raw Materials
- -6. Coexistence with Community, Information Disclosure
- -7. Information Dissemination along the Supply Chain
- -8. Compliance with Sustainability Guidelines



YOROZU CORPORATION.

We appreciate your understanding and commitment to utilizing our sustainability guidelines.



Supplier Survey Results

1. Summary of Survey Results (86 Companies)

Energy saving (CO2 reduction)
Recycling

Biodiversity

Implementation ratio

90%

40%

Human rights
Occupational Safety & Health

Persistent instructions and guidance to Tier-2 suppliers

80%

30%

Information Security
Compliance

Corporate Governance

60%

2. Feedback from Information Exchange with 11 Companies

I have to say, I have never experienced such an open dialogue before.

This opportunity is incredibly

valuable.

I am really keen on advancing human rights and Health & Productivity Management activities.





Web meeting

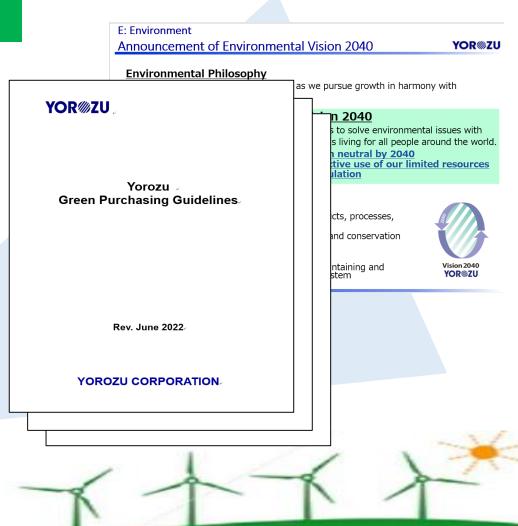


Environmental Initiatives

Yorozu Green Purchasing Guidelines

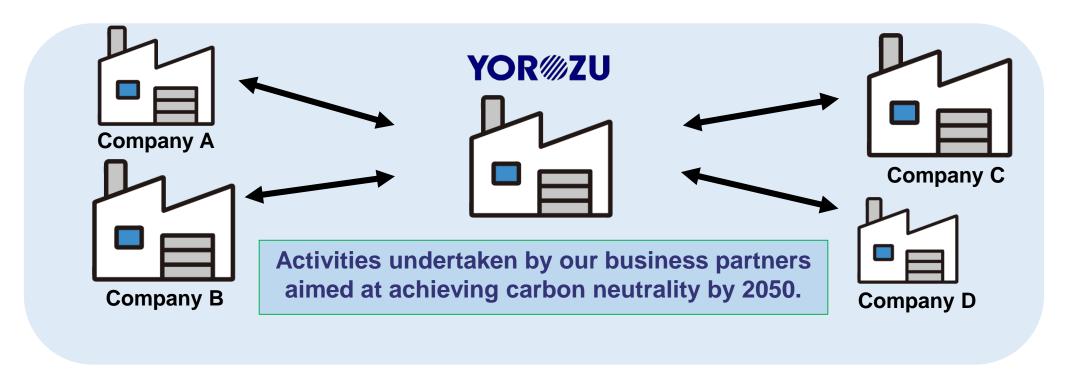
[Key points]

- **◆** Activities to reduce CO2 emissions by our business partners
 - Aiming for carbon neutrality by 2050
- **♦** Yorozu Global Environmental Vision 2040 **Striving for carbon neutrality by 2040**



Environmental Initiatives

In fiscal 2024, we had the opportunity to exchange information with 11 companies, which proved to be mutually beneficial. Moving forward, we are committed to enhancing communication by sharing our activities and initiatives.



Information exchange focused on examples of CO2 emissions reduction activities and action plans supporting carbon neutrality

Social Initiatives

♦ Implementation of DE&I

A work environment where everyone can fully demonstrate their potential

Building a diversity strategy

Advancing a diversified way of work

Diversity, Equity, and Inclusion

◆ Promotion of Health and Productivity Management

A healthy and engaging workplace

Employee engagement reform

Support for health promotion

Vibrant workplace for all



Improvement of Engagement

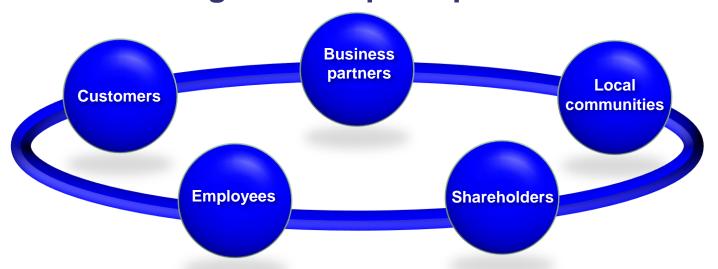
"I want to continue working at this company" and "I'm happy to work here."

Your feedback is important to us. Please reach out to us for discussions and exchange.



Governance Initiatives

Human rights & legal compliance, confidential information control, and stringent corruption prevention



Honoring the trust placed in us by our stakeholders

Human rights Legal compliance

Confidential information control

Corruption prevention

In the event that an accident or scandal occurs, it will affect the entire supply chain. We kindly ask our business partners for your cooperation in promoting these activities and initiatives.

Governance Initiatives (Human Rights and Legal Compliance)

◆ Yorozu's human rights due diligence initiatives for its partners

1 Formulation/disclosure of Human Rights Policy 2 Remedy 3 Monitoring 4 Identification of potential risks **5** Identification and assessment of impacts **6** Corrective action **7** Prevention/mitigation **8** Information disclosure

Connecting Yorozu's initiatives with the entire supply chain's actions





A visit to our business partner

^{*}Human rights due diligence is a corporate initiative aimed at addressing and mitigating human rights issues by assessing potential risks within the group.



^{*}Compliant with OECD Due Diligence Guidance

Summary) From Yorozu to Suppliers (Partnership Building Declaration)





- Support the development of plans to achieve 2050 Carbon Neutrality
- Share specific measures based on the wealth of Yorozu's experience





- Hold employee seminars on human rights and Health & Productivity Management
- Support the planning of Health & Productivity Management events
- Provide consultation for desirable business practices



Please take part in this joint activity with Yorozu.



Requests to Our Valued Suppliers

- Yorozu Group is committed to addressing compliance with the Sustainability Guidelines throughout the entire supply chain which supports our monozukuri.
- We ask that our business partners understand the concept of these guidelines and make continuous efforts toward sustainable development.
 - Compliance with Yorozu Sustainability Guidelines
 - Submission of Confirmation of Compliance with Yorozu Sustainability Guidelines
 - Prompt reporting in the event of a violation of the guidelines
 - Promotion of the concept across your supply chain



For inquiries, please call 2045-543-6800

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