

Material Issues												
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# Engagement

## Initiatives That We Are Engaged In

### Participation in TCFD

The Otsuka group has announced its support for recommendations issued by TCFD in October 2021. Scenario analysis assesses climate-related risks and opportunities, including carbon taxes, physical risks, and crop demand. We promote various measures based on the assessment result.



[Initiatives for TCFD Recommendations](#)

### Joining the RE100 Initiative

Otsuka Holdings has endorsed RE100, an international initiative that aims for 100% use of renewable energy for business operations, and joined it in April 2022.



### Support for Climate Change Initiatives

Otsuka Holdings supports for Japan Climate Initiative that declares "joining the front line of global push for decarbonization from Japan," and participates in various activities.



### Certification by Science Based Targets (SBT)\* Initiative

Greenhouse gas (GHG) emissions reduction targets set by Otsuka Pharmaceutical and Taiho Pharmaceutical have been certified by the Science Based Targets (SBT) initiative. In order to achieve these new goals, we will optimize energy use and introduce renewable energy, and continue to promote reduction of GHG emissions throughout the value chain.



\* An international initiative led by the United Nations Global Compact (UNGC), World Resources Institute (WRI), and World Wide Fund for Nature (WWF). It certifies the CO<sub>2</sub> emission reduction targets of companies that are in line with emissions reduction scenarios based on scientific facts, for achieving the Paris Agreement-mandated objective of limiting the average global temperature rise to below 2°C.

## External Recognition

### Otsuka Holdings selected for CDP Climate Change A List

Otsuka Holdings has been selected as an A-list company, the highest rating, in CDP Climate Change 2022, a survey on climate change.



### ESG Investment Indexes for which Otsuka Holdings has been selected as their constituent



FTSE4Good



FTSE Blossom Japan Index



FTSE Blossom Japan Sector Relative Index



S&P/JPX Carbon Efficient Index

## Communication with Local Communities

### Public-private-academic collaboration in Indonesia Sustainability Program "OTSUKA BLUE PLANET"

In September 2022, PT Amerta Indah Otsuka in Indonesia concluded an agreement with the Ministry of Environment and Forestry on OTSUKA BLUE PLANET, a sustainability program for local governments and residents in the vicinity of its factory. The company is promoting the following three projects:



A seminar on waste separation in Jakarta

- 1 ECO Village Project: to support development of communities capable of refuse disposal and waste management
- 2 ECO Blue School Project: to foster school communities that encourage people to make a habit of separating recyclable resources and practice sustainable plastic bottle disposal management
- 3 ECO Bottle Project: to produce and sell POCARI SWEAT in PET bottles made with recycled PET resin\*. In Indonesia, environmental issues are becoming more serious in areas where the practice of disposing of waste in a trash can has not established yet and waste disposal and management systems has not been developed. Through this program, we will work together with local people to protect the environment in Indonesia and work in cooperation with the national and local governments.

\* Uses 30% recycled PET resin

## Relationship with Stakeholders

The Otsuka group is promoting environmentally conscious efforts to build relationships of trust with various stakeholders.

