

E Environmental Activities



Fundamental Stance on Environmental Activities

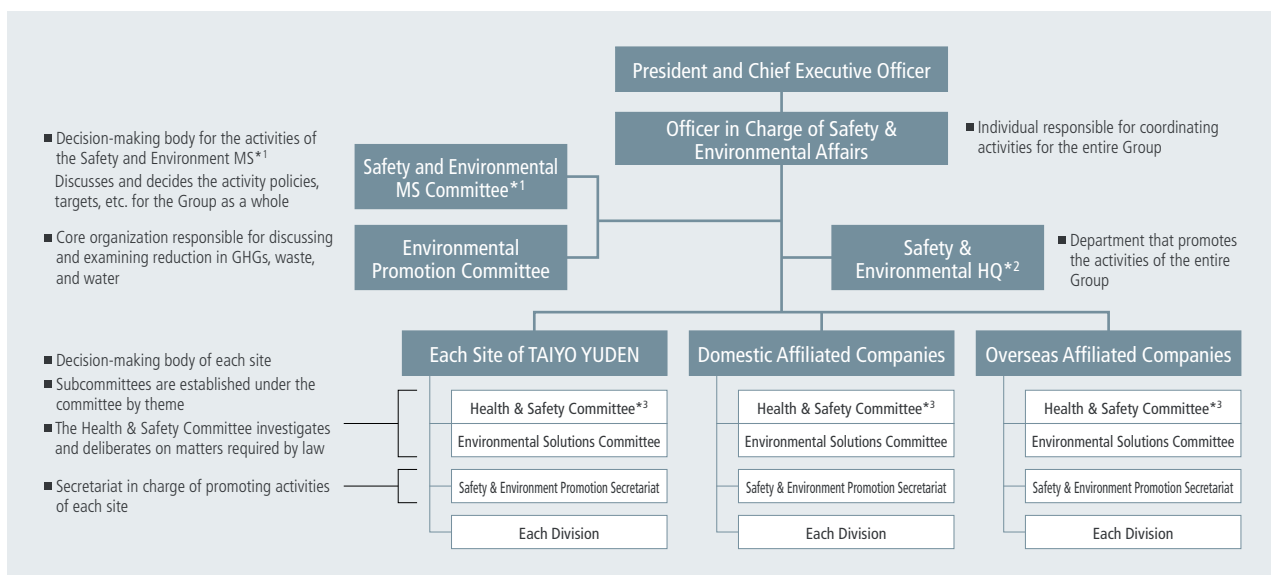
TAIYO YUDEN aims to be a corporate group that fulfills its corporate social responsibility and continues to develop in perpetuity. We recognize that tackling environmental issues represents one of the most important social responsibilities that the Group must uphold. As such, we are working to reduce our environmental impact from a global perspective

based on our Fundamental Principle of the Environment: "To hand over this precious Earth to the future generation, environmental burden in every business activity in research, development and design of the product, procurement of parts and materials manufacture, sales and associated services shall be reduced."

Framework for Promoting Safety and Environmental Affairs

TAIYO YUDEN has established and operates a framework for promoting its Safety and Environmental Management system, the overall responsibility for which lies with the officer in charge of safety and environmental affairs appointed by the President and Chief Executive Officer. Safety and Environmental MS Committee, the Environment Promotion Committee

debate and decide policies and issues to be addressed. Each manager of sites then converts his/her decisions into actual plans matching the characteristics of each site, and takes charge of publicizing, enforcing and promoting these concrete targets.



*1 MS stands for the management system.

*2 HQ stands for Headquarters.

*3 The Health and Safety Committee elects company and worker representatives.

ESG / Environmental Activities

Medium-Term Environmental Targets

TAIYO YUDEN set “strengthening responses to climate change” and “efficiently using resources and helping to build a recycling-based society” as materiality (key issues) related to environmental efforts. To respond especially to climate change, which is a global issue, the targets have been set with the aim of achieving carbon neutrality. To achieve these targets,

we will be diligent at saving, generating, and reusing the energy that drives our manufacturing based on the principle of decarbonization.

Achievement Levels for Medium-Term Environmental Targets

<https://www.yuden.co.jp/en/sustainability/environment/materiality/>

Environmental Impact of Corporate Activities

TAIYO YUDEN primarily produces electronic components for delivery to our customers, set manufacturers. These electronic components have a life cycle with only a small environmental impact during use, with the bulk arising during production. The main environmental impact that arises during production includes energy and water consumption, emissions (including CO₂) in the course of manufacture, waste and wastewater.

TAIYO YUDEN is striving to improve our environmental

impact by first identifying and analyzing in detail this environmental impact and then taking such measures as minimizing the resources applied and conserving other energy and resources by improving production processes. TAIYO YUDEN products are used in electrical and electronic equipment, automobiles, and other products which become waste once their product lifetime is over. Therefore, we are also striving to remove hazardous substances from these products.

Efforts to Address Climate Change

TAIYO YUDEN aims to contribute to the achievement of the international environmental goals set forth in the SDGs and the Paris Agreement. We also recognize the importance of climate-related financial disclosure, endorse the TCFD recommendations, and are working to disclose related information.

Efforts to Address TCFD

As the impact of climate change on society, such as frequent storms and floods, is increasing, the role of companies in achieving a decarbonized society is becoming more important. We consider that strengthening the measures to respond to climate change is one of the most important business challenges.

TAIYO YUDEN promotes manufacturing based on the decarbonization concept, with the aim of achieving carbon neutrality to tackle the global issue of climate change. As a part of this, we are thoroughly implementing efforts in the areas of energy saving, energy creation, and the utilization of

renewable energy. We have established our target for reducing the absolute amount of GHG emissions in line with Science Based Targets (SBT)* and obtained Near-Term Target accreditation from SBTi in FY2024. We aim to contribute to the achievement of international goals, and through collaboration with a wide range of stakeholders, we will work to reduce emissions and enhance information disclosure in accordance with the TCFD recommendations.

* SBT refers to setting targets based on scientific evidence. It indicates greenhouse gas emission reduction targets set by a company for a period of five to ten years into the future to align with the levels sought by the Paris Agreement stipulated in 2015.