

TOTO Obtains 1.5°C Target Certification from the SBT Initiative for its 2030 Greenhouse Gas Reduction Target

TOTO LTD. (Headquarters: Kita-Kyushu-shi, Fukuoka Prefecture; President: Noriaki Kiyota) **has obtained certification from the international group SBT Initiative^{*1} acknowledging its 2030 greenhouse gas reduction target aimed at limiting the average increase in global temperatures due to climate change to 1.5°C of pre-industrial levels.** Note that in 2021, the TOTO Group was certified for a target "well below the 2°C level" (WB2°C).

TOTO Group has been diligently working to reduce its CO₂ emissions, to aiming to realize a sustainable, carbon-neutral society by 2050. **TOTO will implement various measures to decrease CO₂ emissions (Scope 1 and 2) from its business sites. These measures include enhancing energy-saving initiatives, upgrading large equipment, and expanding the adoption of renewable energy.** TOTO aims to transition to using 100% renewable energy for electricity by 2040. In addition, to reducing **CO₂ emissions at its business site, TOTO is committed to addressing emissions generated during the use of its products (Scope 3 Category 11). To achieve this, TOTO will work to further improve environmental performance and promote the global uptake of its "Sustainable Products" line of unique plumbing products that balance cleanliness and comfort with protecting the environment,** with the aim of achieving its 1.5°C target.

In TOTO WILL2030, the New Shared Value Creation Strategy, the TOTO Group will position cleanliness and comfort, the environment and relationships as key materiality issues to be addressed as it strives to practice sustainability management. Through these initiatives, TOTO will also solve social issues and achieve economic growth while contributing to the United Nations' Sustainable Development Goals (SDGs).



*1. The Science Based Targets (SBT) Initiative is an international environmental initiative jointly established in 2015 by four groups, CDP, the United Nations Global Compact, the World Resources Institute (WRI) and the World Wide Fund for Nature (WWF) with the aim of promoting the achievement of science-based greenhouse gas emission reduction targets to restrict the rise in temperatures to less than 2°C compared prior to the Industrial Revolution.

The greenhouse gas reduction targets certified by the SBT Initiative are as follows.

- CO₂ emissions from offices (Scope 1 and 2^{*2}): 47.5% reduction from FY2021 levels by 2030.
- CO₂ emissions during product use (Scope 3, Category 11^{*3}): 25% reduction from FY2021 levels by 2030.

*2. Scope 1: Direct emissions from the use of fuels by the company itself
Scope 2: Indirect emissions accompanying the use of electricity purchased from outside sources

*3. Scope 3: Indirect emissions throughout the value chain except for Scope 1 and Scope 2 emissions (in TOTO's SBT targets, this applies to product lines that directly consume electricity in category 11, the "use of sold products")

Sustainability Initiatives

Integrated Report 2023

<https://jp.toto.com/company/profile/library>

The TOTO Group's sustainability activities

<https://jp.toto.com/company/csr>

Water, Earth and a Better Tomorrow

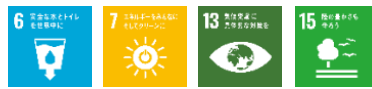
<https://jp.toto.com/company/csr/csraactivity/>

New Shared Value Creation Strategy TOTO WILL2030

Cleanliness and Comfort



The Environment



Relationships



The New Shared Value Creation Strategy, TOTO WILL 2030, will simultaneously realize environmental, social and economic value. In it, we have established the materiality issues of cleanliness and comfort, the environment and relationships, that we will work on to integrate management and CSR and contribute to the achievement of the United Nations' Sustainable Development Goals (SDGs).

<https://jp.toto.com/company/profile/philosophy/managementplan>