

March 24, 2023

Selected as CDP "Supplier Engagement Leader" (highest rating) for the third consecutive year

Toda Corporation (Head Office: Chuo-ku, Tokyo, President: Otani Seisuke) was selected from CDP *1 (Headquarters: London, an international nonprofit organization that conducts environmental assessment) as Supplier Engagement Leader for the third consecutive year, in CDP's supplier engagement rating *2. In FY2022, only the top 8% of companies rated highly for their supplier engagement on climate change were recognized as Supplier Engagement Leaders. We were also selected as the highest-rated A-list in CDP 2022 climatic change. *3

We have identified "the realization of a decarbonized society" as one of our material issues and are working to reduce greenhouse gas emissions, including our supply chain.

Most of the greenhouse gas emissions in our business activities are from Scope 3. More than 60% of these emissions are at the operation stage of the buildings we have constructed and handed over, so we are committed to developing ZEB (Net-Zero Energy Building) techniques and proposing them to our customers to reduce these emissions.

On the other hand, even upstream of our supply chain, more than 30% of greenhouse gases are emitted. With the ongoing debate over the evaluation method of life cycle of buildings, we are contributing to our customers' efforts to reduce carbon emissions through the development and utilization of low-carbon construction materials in collaboration with various suppliers.

As an example, in October 2022, we applied our environmentally friendly concrete "SLAGRETE ®"*4 to our new TODA BUILDING under construction. "SLAGRETE ®" reduces CO2 emissions by approximately 65% compared to plain concrete. We will continue to deepen our collaboration with concrete manufacturers to expand its use.

We are also actively promoting the use of wood in buildings. Going forward, we will need to further deepen our engagement in the upstream wood supply chain.

TODA Group will continue to work toward the realization of a sustainable society with all stakeholders in the supply chain.



- ※1 CDP is a non-governmental organization (NGO) established in 2000. In 2022 about 20,000 organizations globally disclosed their information through a global environmental information disclosure system operated by CDP .

 - ※2 The Supplier Engagement Rating is done for areas of "Governance," "Target," "Scope 3 Emissions," "Engagement with Suppliers," and "Response Score for the Entire Questionnaire" from among CDP Climatic Change questionnaires .

 - ※3 We were selected for A list, the highest rating, for CDP 2022 climatic change - The sole 5-year consecutive A list in the general contractors-
[https://www.toda.co.jp/english/about_us/pdf/20221215_Selected as the highest-rated A-List for CDP 2022 Climate-Change.pdf](https://www.toda.co.jp/english/about_us/pdf/20221215_Selected%20as%20the%20highest-rated%20A-List%20for%20CDP%202022%20Climate-Change.pdf)

 - ※4 High-Volume Ground Granulated Blast-Furnace Slag Concrete (NETIS registered number: QS-210008 -A) developed jointly with Nishimatsu Construction Co., Ltd.
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