

ENVIRONMENT

Climate change is a global issue that affects society's sustainability, and is also closely linked to the circulation of water and other resources. Efforts to preserve the environment are indispensable to achieving Our Purpose. With this in mind, we will contribute to the realization of a sustainable society by reducing the environmental burden of our activities and minimizing risk throughout our value chain and by partnering with customers to tackle environmental issues.

For details on the Fujitsu Group's environmental initiatives, please visit the following website.
<https://www.fujitsu.com/global/about/environment/>

Goals

What Fujitsu Aspires to Be

The Fujitsu Group will fulfill its social responsibilities as a global corporate environmental leader. We aim to contribute to achieving the 1.5°C climate change goal under the Paris Agreement and also to resolving environmental challenges through measures including the development of innovative solutions that make effective use of resources.

Goals for Fiscal 2022

Fulfill our social responsibilities and help to resolve environmental challenges

KPIs

- Reduce greenhouse gas emissions from Fujitsu facilities by using science-based targets equivalent to limiting global warming to 1.5°C
- Avoid risks associated with our business activities and minimize our impact on the environment
- Help to resolve environmental challenges for customers and society through our business operations

Initiatives for Achieving Target

Environmental Action Plan (Stage IX) (Fiscal 2019 to Fiscal 2020)

The Fujitsu Group sets out environmental action plans to realize its medium- to long-term environmental vision*1 and to advance countermeasures for the pressing environmental issues that have emerged in the past several years. In fiscal 2019, we launched measures under the Fujitsu Group Environmental Action Plan (Stage IX), which calls on us to reduce our operating bases' greenhouse gas (GHG) emissions, provide products that consume less power during usage, conserve water resources with a focus on supply-chain water risks, and respond to the problem of plastic waste. We achieved all of our targets*2 for fiscal 2019.

*1 <https://www.fujitsu.com/global/about/environment/climate-energy-vision/>
 *2 <https://www.fujitsu.com/global/about/environment/action-plan/>

GHG Reduction at Operating Bases: A Case Study

Fujitsu Frontech's Kumagaya Service Solution Center provides ATM monitoring operations for financial institutions and other services that must remain operational round the clock, 365 days a year. Aiming to ensure stable power supplies during outages caused by natural disasters and to reduce GHG emissions, the center has incorporated fuel cells. The fuel cells power half of the center's normal operations, while simultaneously reducing annual CO₂ emissions by 35% versus those of fiscal 2018.



The fuel cell power generation system of Kumagaya Service Solution Center

Stage IX Environmental Action Plan Targets for Fiscal 2020

Climate change	1. Reduce GHG emissions from business sites by more than 14% (compared to fiscal 2013); reduce GHG emissions by 2.1% year on year through voluntary efforts
	2. Improve power usage effectiveness of our datacenters by 2% or more compared to fiscal 2017
	3. Increase renewable energy usage by more than 20% compared to fiscal 2017
Resource circulation	4. Promote eco design for resource saving and circulation and increase resource efficiency of newly developed products by 25% or more (compared to fiscal 2014)
	5. Reduce amounts of waste generated by an average of more than 5% compared to fiscal 2012–fiscal 2014
	6. Maintain over 90% resource reuse rate of business ICT equipment
	7. Reduce total water usage by 1% compared to fiscal 2017
	8. Limit the release of chemical pollutants (PRTR) to less than the average of fiscal 2012–fiscal 2014
Supply chain	9. Reduce CO ₂ emissions due to power consumption during product usage by more than 14% (compared to fiscal 2013)
	10. Drive activities to reduce CO ₂ emissions and conserve water resources in the upstream supply chain
SDGs	11. Contribute to the achievement of the SDGs through ICT services

SUPPLY CHAIN

In the Fujitsu Group, "corporate social responsibility (CSR) procurement" refers to responsible procurement that minimizes risks related to CSR. Throughout our supply chains, we aim to realize CSR procurement. To this end, we regularly check the progress of our procurement activities, support business partners in implementing or improving CSR procurement, and undertake the long-term entrenchment and ongoing enhancement of CSR procurement.

For details on the Fujitsu Group's CSR procurement initiatives, please visit the following website.
<https://www.fujitsu.com/global/about/csr/procurement/>

Goals

What Fujitsu Aspires to Be

In its supply chain, the Fujitsu Group will achieve responsible procurement that embraces diversity and gives full consideration to human rights, the environment, and health & safety.

Goals for Fiscal 2022

The Fujitsu Group will achieve responsible procurement in its supply chain.

KPIs

To ensure that its major suppliers comply with the international standards for responsible procurement, the Fujitsu Group will obtain one of the following documents from its major manufacturing subcontractors and parts suppliers for its core products: (Target KPI = 100%)

- A platinum or gold level of site recognition under the RBA Audit Recognition program
- Written consent with the Fujitsu Group CSR Procurement Guideline (equivalent to the RBA Code of Conduct)

Our Approach

The Fujitsu Group's Procurement Policy calls for "working with our suppliers, fair and proper evaluation and selection of suppliers, and promotion of CSR-conscious procurement activities." Based on this policy, in 2017 we joined an international CSR-focused alliance, the Responsible Business Alliance (RBA). In the following year, the Group adopted the alliance's code of conduct as the Fujitsu Group CSR Procurement Guideline. We not only follow the guideline but also request that suppliers understand and comply with it.

Promotion Framework

Working with relevant divisions, the Global Supply Chain Unit promotes CSR procurement. As part of CSR procurement activities, we survey principal suppliers, conduct CSR audits if they do not meet standards, and support improvement efforts based on the findings of the audits.

Initiatives for Responsible Procurement

Reinforcement of Business Continuity Management

Based on our experience of the COVID-19 pandemic and frequent natural disasters, we have made advance preparations, such as compiling information on the manufacturing bases of all our suppliers, storing a certain amount of components, diversifying procurement sources of manufacturing components, and having multiple supplier bases manufacture products. In the event of an emergency, we determine all of the affected manufacturing bases of suppliers and products, review the effect on the manufacturing of our products and revise processes accordingly, determine the effect on delivery to customers and make adjustments as required, and minimize the impact on customers.

Responsible Procurement of Minerals

We have a policy of excluding from our products, components, and supply chains any minerals that may be associated with the furtherance of conflicts, which are known as "conflict minerals," as well as any minerals that have a high risk of association with forced labor or human rights violations. Also, the Fujitsu Group conducts fact-finding surveys pursuant to *OECD Due Diligence Guidance for Responsible Supply Chains of Minerals from Conflict-Affected and High-Risk Areas*. Through a system that is under the management of the Sustainability Management Committee and which includes the relevant in-house divisions, we conduct the aforementioned surveys, ensure the transparency of supply chains, and promote the responsible procurement of minerals. At the time of reporting we have information that requires further examination, and we are determined to ensure the transparency of supply chains.