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FOR IMMEDIATE RELEASE

Nichirei Corporation

Representative: Kenya Okushi,

Representative Director and President

(Securities Code: 2871, Tokyo Stock Exchange, First Section)

## **About the Formulation of Long-Term Environmental Goals and Endorsement of TCFD Recommendations**

Nichirei Corporation (Head Office: Chuo-ku, Tokyo; Representative Director and President: Kenya Okushi), announces that, in addition to the formulation of long-term environmental goals, on June 18, 2020, we endorsed recommendations by the Task Force on Climate-related Financial Disclosures (hereinafter, TCFD<sup>1</sup>) established by the Financial Stability Board (FSB<sup>2</sup>) and announced our participation in the TCFD Consortium.<sup>3</sup>

### **1. Background**

Nichirei Corporation positions climate change initiatives as one of the Group's five important items (materiality) for realizing its long-term management goals toward 2030. Based on a TCFD recommended designation process, we evaluated the business risks and opportunities posed by climate change and conducted scenario analyses from four perspectives for goals: governance, strategy, risk management and indicators. In order to sustainably conduct business in a wide range of areas, from upstream to downstream food production, the Group recognizes the importance of measures for realize a low-carbon society while considering the impact of climate change. At the same time, we formulated long-term goals and measures for reducing CO2 emissions within our efforts to realize low-carbon societies in consideration climate change scenario analyses. To enhance the efficacy of our initiatives, we decided to endorse in the TCFD recommendations and participate in the TCFD Consortium.

### **2. Identifying Risks Within Climate Change Scenario Analyses**

We ascertained the world outlook for the 1.5°C and 4°C scenarios and conducted scenario analyses on risks and opportunities. We identified "Low-Carbon Policy Initiatives" as a common theme for the Group, calculated business impacts and are reviewing countermeasures to mitigate risks.

Business	Main Risks Assumed to be Climate-related Phenomena	
Logistics	General abnormal weather	Damage to refrigerated warehouses and logistics centers
		Difficulty securing human resources in disaster risk areas
		Storage service quality degradation
Foods	Low-carbon policies	Measures for converting to renewable energy and equipment electrification at food factories, elimination of emissions
	Environmental countermeasures within the supply chain	Reductions in raw material procurement and food processing transactions, increases in cost of maintaining certifications and other measures
Rice	General abnormal weather	Steep rise in purchase prices due to reduced agricultural and dairy production and deterioration in quality
		Difficulty in obtaining raw materials and production delays due to distribution network disruptions
Chicken	General abnormal weather	Steep rise in purchase prices due to reduced agricultural and dairy production and deterioration in quality
		Difficulty in obtaining raw materials and production delays due to distribution network disruptions
	Flooding, rising sea levels	Submerged agriculture farms, aquafarms and processing factories
Shrimp	Flooding, rising sea levels	Reductions in production efficiency and volume

Going forward, we also plan to disclose information regarding opportunities, responses and other measures based on climate change scenarios.

### 3. Reflecting Important Items (Materiality)

The Group positions climate change initiatives as one of several important items (materiality) within management strategy, which have been formulated as Group long-term measures and quantitative targets.

\* Please refer to “Notice Regarding the Designation of Important Items (Materiality) for Realizing Long-term Management Goals” released today.

### 4. Group Long-term Environmental Goals and Low-Carbon Policy Efforts

In addition to efforts as one of the Group's important items, we will implement low-carbon policies as the Group's long-term environmental goal. We will proactively engage in the following three measures during the ten-year period between 2021–2030.

## Nichirei Group Low-Carbon Policies

Having endorsed TCFD recommendations, the Nichirei Group will promote the following low-carbon policies:

Pillar of low-carbon policies	Overview	Target scope
1. Establish long-term environmental goals	<ul style="list-style-type: none"><li>• 30% reduction in CO2 emissions (compared to fiscal 2015) in Japan, Scope 1 and 2 in 2030</li></ul>	Japan Scope 1 and 2
2. Promote CO2 reduction countermeasures overseas	<ul style="list-style-type: none"><li>• Promote data collection and other efforts at overseas worksites</li><li>• Review and promote CO2 reduction countermeasures at overseas worksites</li></ul>	Overseas worksites Scope 1 and 2
3. Promote CO2 reduction countermeasures within Scope 3	<ul style="list-style-type: none"><li>• Promote data collection and other efforts within Scope 3</li><li>• Review and promote CO2 reduction countermeasures within Scope 3</li></ul>	Scope 3

Details will be disclosed on the Nichirei Group website and elsewhere in the near future.

Notes:

1. International organization in which representatives from leading nations, regional central banks, financial supervisors, t ministries of finance and others participate.
2. The Task Force on Climate-related Financial Disclosures (<https://www.fsb-tcfd.org/>)  
Task force established in 2015 by the Financial Stability Board at the request of the G20. The TCFD recommends that financial institutions, corporations, governments and other organizations understand the financial impact of climate change risks and opportunities and voluntarily disclose them to investors and other stakeholders. As of May 29, 2020, 1,232 companies and institutions around the world have endorsed and participated in TCFD recommendations.
3. A consortium established for the purpose of jointly developing and sharing scenario analyses and quantification methods for each industry with investors and companies that endorse the TCFD.

### Inquiries

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