

## Approved by the “Science Based Targets initiative (SBTi)”

The greenhouse gas (“GHG”) emissions reduction targets set by J. Front Retailing Group (the “Group”) were approved as science-based reduction targets by the international Science Based Targets\*1 initiative (“SBTi”) in October 2019. The SBTi updated its target validation criteria so that the level of targets is classified under three categories\*2. The Group’s targets were approved under the second strictest category of “well-below 2°C”-aligned targets.

The Group will take more proactive measures such as the expansion of the share of renewable energy and waste reduction to achieve the targets approved by the SBTi.

### GHG emissions reduction targets approved by the SBTi

- **40% reduction of Scope 1\*3 and 2\*4 GHG emissions by 2030**
- **40% reduction of Scope 3\*5 GHG emissions by 2030**  
**(Both compared to FY2017)**



The Group supports the final report released by the “Task Force on Climate-related Financial Disclosures (TCFD)” that was established by the Financial Stability Board (TCFD recommendations), and at the same time, participates in the “TCFD Consortium” that was launched on May 27, 2019.

\*1 Established by a collaboration between four organizations including CDP, the United Nations Global Compact, World Resources Institute (WRI) and World Wide Fund for Nature (WWF) in 2015 for the purpose of promoting the achievement of science-based GHG emissions reduction targets to limit the temperature increase to below 2°C compared to pre-industrial levels.

\*2 In October 2019, the SBTi raised its target validation criteria from existing upper limit of temperature rise of “2°C” above pre-industrial levels to “well-below 2°C” or “1.5°C.” All existing SBTi-approved targets are classified under three categories: “1.5°C,” “well-below 2°C” or “2°C.”

\*3 GHG emissions mainly from the company’s own fuel consumption

\*4 GHG emissions mainly from the generation of energy purchased from other companies

\*5 GHG emissions from the production, sales and consumption of products and value chain activities excluding Scope 1 and 2