

Materiality KPIs and Progress: Environment

Y	2030 Commitment	Leading a decarbonized society and creating a global environment for future generations In order to pass on the irreplaceable global environment to future generations, we will contribute to the realization of a decarbonized society by working together as one to expand procurement of renewable energy and thoroughly implement energy-saving measures, etc.						
With environment	Background and View	In response to the global trend of "decarbonization," which aims to end dependence on fossil fuels, the Group positions the "realization of decarbonized society" through the use of renewable energy and by other measures as its top priority issue.						
	Indicator	FY2021 results	FY 2022 Results	FY 2023 KPI	FY 2030 KPI			
Realization of decarbonized society		•36.7% reduction (vs. FY2017) (Scope 1 and 2 emissions 122,812t-CO ₂)	 43.5% reduction (vs. FY2017) (Scope 1 and 2 emissions 109,785t-CO₂) Establishment of net zero transition plan Obtained SBT net zero certification Expansion of EV charging stations (Angle Park) 	●40% reduction (vs. FY2017)	●60% reduction (vs. FY2017) ③FY2050 net zero			
	 Ratio of renewable energy to electricity used in business activities 	•20.3% Up 10.0% (vs. FY2020) (Renewable energy-sourced electricity 62,156 MWh)	•33.6% Up 13.3% vs. FY2021 (Renewable energy-sourced electricity 102,676MWh)	•40%	•60%			
	•Energy creation	_	_	 Introduction of onsite generation of renewable energy in collaboration with new power companies 	•Expansion of onsite generation of renewable energy in collaboration with new power companies			
	2030 Commitment	Realizing decarbonization throughout the supply chain created along with suppliers We will engage in procurement, etc. of environmentally friendly products and services with our suppliers, while also working to shift to renewable energy and energy saving, so that we can contribute to the realization of a decarbonized society throughout the supply chain.						
environment	Background and View	To realize a decarbonized society, companies are required to identify and manage GHG emissions not only from their own business activities but also from activities in their supply chains, which is becoming more and more important. The Group aims to reduce Scope 3 GHG emissions in collaboration with suppliers.						
Management	Indicator	FY 2021 Results	FY 2022 Results	FY 2023 KPI	FY 2030 KPI			
of the entire supply chain			 5.7% reduction (vs. FY2017) (Scope 3 emissions 2,761,669 t-CO₂) Explanatory meeting for suppliers (Held in April, attended by 253 companies, Daimaru Matsuzakaya Department Stores) 	●10% reduction (vs. FY2017)	●Aim for 40% reduction (vs. FY2017) ◎FY2050 net zero			

JFR Sustainability Report 2023

TOP MESSAGE	Sustainability Promotion System	Stakeholder Engagement	Progress Towards Achieving Sustainability	JFR's Materialities	Environmental Initiatives	Social Initiatives	Information Disclosure in Line with TCFD Recommendations	External Assessment	Sustainability Bond Reporting	Sustainability Data	
\rightarrow Materiality KPIs and Progress		Decarbonization	Circular Economy								

	2030 Commitment	Realizing a sustainable global environment for the future and corporate growth through the promotion of circular economy We will cooperate with our suppliers and customers to create innovative business models for generating new environmental value and capture competitive advantages in a circular economy					
With environment	Background and View	As we face globally challenging environmental issues caused by the conventional linear economy based on mass production and mass disposal, the Group in 2021 positioned as one of its new materialities the "promotion of circular economy" that maximizes the value of resources and products.					
	Indicator	FY2021 results FY2022 results		FY2023 KPI	FY2030 KPI		
Promotion of circular economy	 Waste disposal volume (including food waste) 	●30.0% reduction (vs. FY2019)	 26.7% reduction (vs. FY2019) Demonstration experiment of food loss reduction by AI demand forecasting (Daimaru Tokyo) Received award for excellence in commercial waste management from the Environment Bureau of Osaka City (JFR Information Center) 	●15% reduction (vs. FY2019)	●50% reduction (vs. FY2019)		
	Total weight of items collected via ECOFF for recycling	•1,101 tons in total (265t in FY2021)	•Cumulative total 1,468t (367t in FY2022)	•Cumulative total 1,500t	●Cumulative total 3,000t		
	Recycling and reuse	 Initiated collection and recycling of gift catalogs 	 Participation in "Fry to Fly Project" for the domestic production of SAF from waste cooking oil Sustainable project with Osaka University of Arts using scrap wood (J. Front Design & Construction) Collection of contact lens cases (JFR Service) 	•Realization of recycling and remanufacturing of used products in collaboration with suppliers and customers	•Expand recycling and remanufacturing of used products through collaboration with suppliers and customers.		
	Businesses including sharing, subscription, and upcyling	 Launch of fashion subscription business AnotherADdress 	•Expansion of AnotherADdress business by introducing a men's line (Daimaru Matsuzakaya Department Stores in FY2023)	•Entry into businesses including sharing and upcycling in collaboration with suppliers	•Expansion of share in upcycling, sharing, and other businesses through collaboration with suppliers		

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