

Update on Initiatives Addressing Climate Change



Sustainability Material Issues (Excerpt)

Evolving Businesses through Technological Innovation



The ITOCHU Group creates avoided emissions that exceed its GHG emissions by 2040 and achieves offset zero



Address Climate Change (Contribute to a Decarbonized Society)

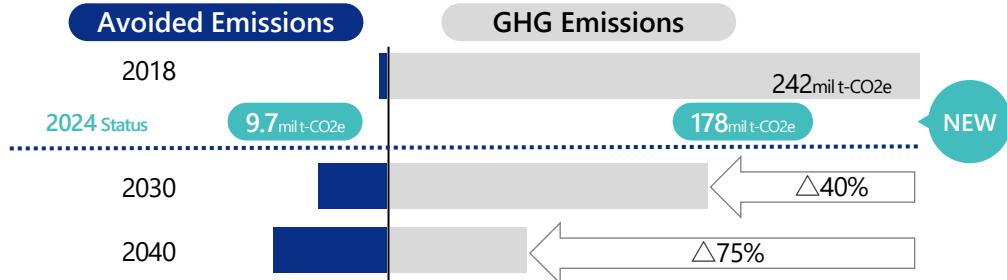
The ITOCHU Group achieves a 75% GHG reduction from 2018 levels by 2040 and net zero GHG emissions by 2050

Climate Change Metrics and Targets (Announced in May 2021)

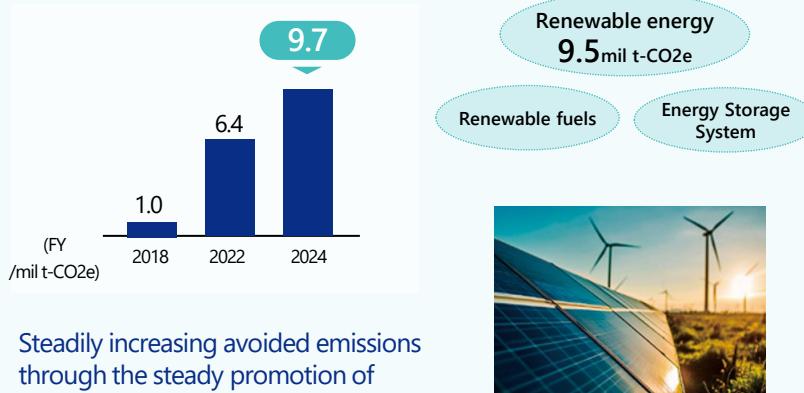
【GHG Reduction Targets】

Scope1, 2, and 3 (ITOCHU and subsidiaries) + Fossil fuel businesses and interests
(ITOCHU, subsidiaries, affiliates, and non-affiliated Companies)

- Achieving a 40% reduction compared with the 2018 level by 2030
- Reducing emissions 75% by 2040 compared with 2018 level and aiming for offset zero by actively promoting businesses that result in avoided emissions
- Achieving net zero GHG emissions by 2050



Accumulation of Avoided Emissions



FY 2024 GHG Scope3 Emissions

Category	(mil t-CO2e)	Category	(mil t-CO2e)
1. Purchased goods and services	60	9. Downstream transportation and distribution	0.2
2. Capital goods	0.6	10. Processing of sold products	16
3. Fuel & Energy related activities not included in Scope1 and 2	0.3	11. Use of sold products	70
4. Upstream transportation & distribution	7	12. End-of-life treatment of sold products	2
5. Waste generated in operations	0.2	13. Downstream leased assets	0.4
6. Business travel	0.1	14. Franchises	1
7. Employee commuting	0.03	15. Investments	16
8. Upstream leased assets	Including Scope1, 2	Total	175

Excluding 3 mil t-CO2e of Scope 1, 2 and fossil fuel businesses and interests (non-affiliated companies, etc.)

The calculation of GHG emissions and avoided emissions is conducted in consideration of international discussions and the development of relevant systems and guidelines. We will continue to review and update these appropriately, taking into account the latest trends.