

February 28, 2024

## Selected as an “Environmentally Sustainable Company” and “Environmental Disclosure Progress Company” in the 5th ESG Finance Award Japan hosted by the Ministry of the Environment

Toda Corporation (Head Office: Chuo-ku, Tokyo; President: Otani Seisuke) has been selected as an “Environmentally Sustainable Company” and “Environmental Disclosure Progress Company” in the Environmentally Sustainable Company category of the 5th ESG Finance Award Japan sponsored by the Ministry of Environment. This is the second year in a row that a company has been selected as an “Environmentally Sustainable Company.”

Based on the Basic Sustainability Policy formulated in December 2021, the Company has been strengthening its ESG management initiatives and will continue to actively work toward resolving the Group’s material issues (materiality), which were identified from various social issues and business-related challenges looking ahead to 2050.

### 1. What is the ESG Finance Award Japan?

This program was established by the Ministry of the Environment to recognize institutional investors, financial institutions, intermediaries, companies, etc. that have made an impact by actively engaging in ESG finance or environmental and social projects, and to share their advanced initiatives with society at large, leading to the spread and expansion of ESG finance.

### 2. What is the Environmentally Sustainable Company Category?

The award is given to companies that incorporate important environmental opportunities and risks into their management strategies to enhance their corporate value, and to show investors and companies specific examples of “environmentally sustainable companies” that are generating positive effects on the environment while also linking their corporate value. The awards are given to companies that demonstrate to investors and businesses the extent of their disclosure of “Risks, Opportunities, and Strategies,” “KPIs,” and “Governance” related to important environmental issues, taking into account industry characteristics.



### 3. What is an Environmental Disclosure Progress Company?

Companies that have improved their disclosure to a high degree and have dramatically increased their level of disclosure are evaluated, and among those companies whose scores for the current year have increased from the previous year’s scores in the first round of evaluation of disclosure fulfillment, those with an above-average increase in scores are selected.



The Group, as a gatekeeper of value, aims to realize a collaborative society, while considering sustainable corporate activities with an emphasis on ESG management under the Basic Sustainability Policy.

We will strive to optimize our business portfolio by promoting strategic investments in priority management businesses and intangible assets that will drive future growth, and to achieve our mid- to long-term goal of 8% ROE, as well as to further enhance corporate value.