

TOTO Group's Greenhouse Gas Reduction Targets Receive Certification From the SBT Initiative

TOTO LTD. (Headquartered in Kitakyushu City, Fukuoka Prefecture; President: Noriaki Kiyota) is pleased to announce that **the TOTO Group's greenhouse gas reduction target has been approved as being "well below 2°C," meaning a level sufficiently below 2°C above preindustrial level in global temperatures based on scientific grounds consistent with the Paris Agreement, and has been certified by the Science Based Targets (SBT) initiative**^{*1}. The TOTO Group aims to steadily promote initiatives based on Science Based Targets (SBTs), contribute to the realization of a sustainable and carbon-neutral society by 2050, and provide all people with comfortable and healthy lives.

In TOTO WILL2030, the New Shared Value Creation Strategy, unveiled in April 2021, the TOTO Group will position **cleanliness and comfort, the environment and relationships** as key materiality issues to be addressed, and advance the integration of management with CSR. In addition, **"Sustainable Products," a line of unique plumbing products that balance cleanliness and comfort with protecting the environment have been established in the new strategy**, and TOTO will strive to expand the uptake of these products to contribute to the development of an enriched and comfortable society that is good for the global environment. TOTO will also achieve economic growth by working to solve social issues through its business activities and contribute to the achievement of the United Nations' Sustainable Development Goals (SDGs).



SCIENCE BASED TARGETS

DRIVING AMBITIOUS CORPORATE CLIMATE ACTION

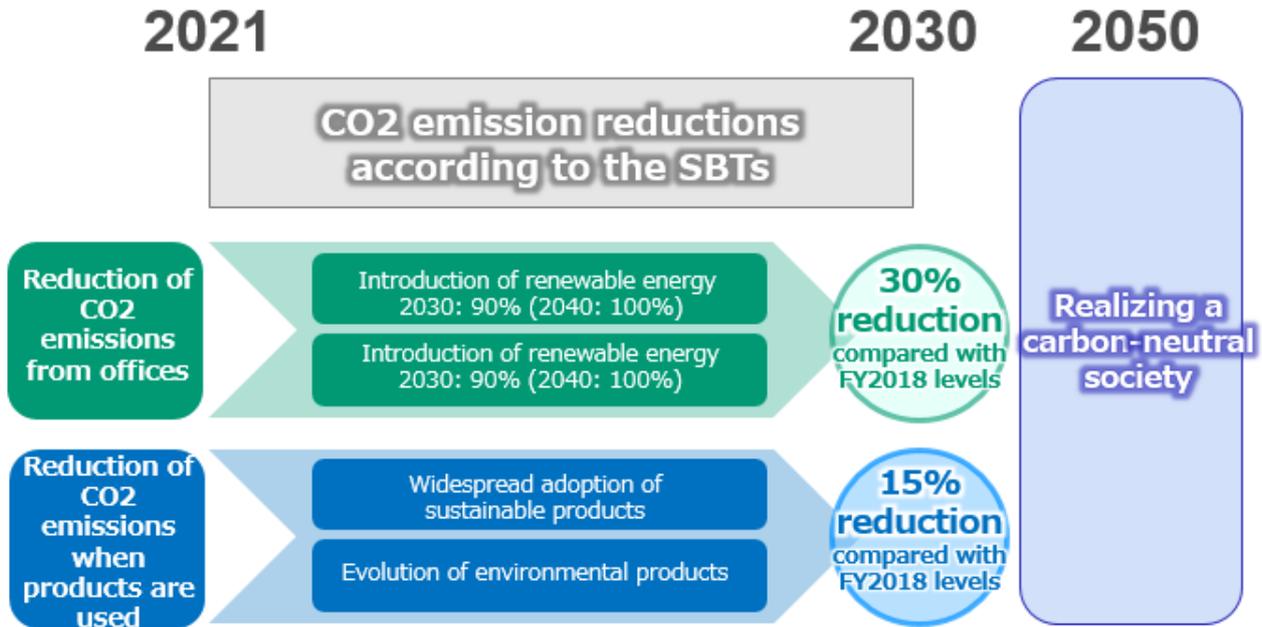
^{*1} The Science Based Targets (SBT) Initiative is an international environmental initiative jointly established in 2015 by four groups, CDP, the United Nations Global Compact, the World Resources Institute (WRI) and the World Wide Fund for Nature (WWF) with the aim of promoting the achievement of science-based greenhouse gas emission reduction targets to restrict the rise in temperatures to less than 2°C compared prior to the Industrial Revolution.

The TOTO Group's Greenhouse Gas Reduction Target

Total reduction of CO2 emissions from offices	Reduce emissions by 30% compared with 2018 levels by the fiscal year 2030
Reduction of CO2 emissions when products are used	Reduce emissions by 15% compared with 2018 levels by the fiscal year 2030

Initiatives to Realize a Sustainable, Carbon-Neutral Society

The TOTO Group is working to reduce CO2 emissions from a long-term perspective with the aim of realizing a decarbonized society. To reduce CO2 emissions from its business sites, TOTO will make improvements to energy savings, upgrade large equipment, **and expand the introduction of renewable energy with the aim of using 100% renewable energy for electricity by 2040 (membership in RE100*2)**. For reduced CO2 emissions when products are used, TOTO will make further strides in the environmental performance of its products, and promote the global uptake of its "Sustainable Products" line of unique plumbing products that balance cleanliness and comfort with protecting the environment. In doing so, TOTO will help build an enriched and comfortable society that is better for the global environment.



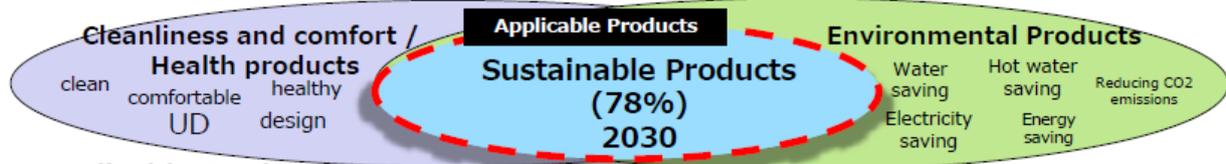
Today, with the impact of climate change increasingly becoming apparent, the TOTO Group is supporting ESG information disclosures and global initiatives to realize a carbon-neutral society.

	Details
 TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES	<p>May 2019</p> <p><u>Support for the Task Force on Climate-related Financial Disclosures (TCFD) Recommendations</u></p> <p>TOTO has disclosed information on its management strategy with the TOTO Global Environmental Vision serving as the engine for its promotion.</p> <p><small>* TCFD: The Task Force on Climate-related Financial Disclosures is a task force that was established in 2015 by the Financial Stability Board (FSB), an international body whose members include the central banks and financial regulatory authorities of major nations.</small></p>
 <p>SCIENCE BASED TARGETS</p> <p>DRIVING AMBITIOUS CORPORATE CLIMATE ACTION</p>	<p>March 2021</p> <p><u>Expressing Support for the Science Based Targets Initiative</u></p> <p>The TOTO Group set greenhouse gas reduction targets based on scientific grounds consistent with the Paris Agreement, and expressed its commitment to work towards them.</p>
 	<p>April 2021</p> <p><u>Participation in the Global RE100 Initiative</u></p> <p>The goal of the TOTO Group is making 100% of the power consumed by TOTO Group companies across the world renewable energy by 2040.</p>

Sustainable Products that Balance Cleanliness and Comfort with Protecting the Environment

In the New Shared Value Creation Strategy, TOTO WILL 2030, we have positioned TOTO's Sustainable Products as unique TOTO products that realize cleanliness and comfort and protect the environment. TOTO aims for sustainable products to account for 78% of its global product mix by 2030. By advancing the broad adoption of these products, we will help build an enriched and comfortable society that is good for the global environment.

■ Products unique to TOTO that balance cleanliness, comfort and the environment



■ Applicable Products

Housing Equipment			Public		
<p>Toilets Clean (edgeless shape, TORNADO flush, Cefiontect) Water saving (4.8L and lower)</p>	<p>Bathrooms Clean (Ewater+) Comfort / Design Energy saving (MAHOBIN heat retaining bathtubs) / hot water saving</p>	<p>WASHLET Clean (Ewater+) Electricity saving</p>	<p>Toilets Clean Water saving (6L and lower)</p>	<p>WASHLET Clean Electricity saving</p>	<p>Auto Flush Valve Clean (contactless) Water saving</p>
<p>Sink Clean (Ewater+) / Design Hot water saving (Eco-Single)</p>	<p>Kitchen Clean (Ewater+) / Design Hot water saving (Eco-Single)</p>	<p>Urinals Clean (contactless) Water saving, Ewater+, contactless</p>	<p>Auto Faucets Clean (contactless) Water saving, Ewater+, contactless</p>	<p>IoT Support Comfort, UD Water saving</p>	

New Shared Value Creation Strategy TOTO WILL2030

Cleanliness and Comfort



The Environment



Relationships



The New Shared Value Creation Strategy, TOTO WILL 2030, will simultaneously realize environmental, social and economic value. In it, we have established the materiality issues of cleanliness and comfort, the environment and relationships, that we will work on to integrate management and CSR and contribute to the achievement of the United

<https://jp.toto.com/company/ir/individual/vision/index.htm>