

Aug 4, 2023

To the media and press

Tokyu Fudosan Holdings Corporation

“Transition Plan toward Decarbonized Society” formulated in line with TCFD recommendations, a first for a Japanese real estate business

**-In-house CO₂ emissions reduction target of 50%
also achieved at the same time one year ahead of schedule-**

Tokyu Fudosan Holdings Corporation (Headquarters: Shibuya-ku, Tokyo; President & CEO: Hironori Nishikawa; “Tokyu Fudosan Holdings” below) hereby announces that it has formulated a “Transition Plan toward Decarbonized Society” (“Transition Plan” below) in order to achieve net zero emissions by the year 2050. This makes Tokyu Fudosan Holdings the first Japanese real estate business to issue an independent report prepared in line with guidances for transition plans presented by the Task force on Climate-related Financial Disclosures (“TCFD” below)*1, etc., which it did while demonstrating consistency between its decarbonization strategy and business strategy/financial metrics.

We also announce that it achieved an in-house CO₂ emissions reduction of 50%, a target adopted for FY2023 under its medium-term management plan with a view to achieving net zero emissions, during FY2022, or one year ahead of schedule.

*1: the Task force on Climate-related Financial Disclosures(TCFD): Refers to a task force established in 2015 by the Financial Stability Board (FSB) at the request of the G20 Finance Ministers and Central Bank Governors Meeting. Positioning climate change as a serious risk to the global economy, the TCFD discloses recommendations in which it suggests the ascertainment and disclosure of “governance,” “strategy,” “risk management” and “metrics and targets.” A final report on these recommendations was disclosed in 2017 and subsequently revised in 2021.



(Tokyu Community Technical Training Center NOTIA)



(ReENE Zenibako Wind Power Plant)



(BRANZ Chiyoda Fujimi)

Examples of environmental efforts by the Tokyu Fudosan Holdings Group

■Background of Formulation of Transition Plan

As exemplified by the “Paris Agreement” international framework for preventing global warming and the “2050 Carbon Neutrality Declaration” adopted by the Japanese government in 2020, global concern surrounding climate change and the importance of associated measures have further risen in recent years.

Based on this trend, Tokyu Fudosan Holdings reaffirmed that its business strategy and financial strategy were consistent with its roadmap towards emissions reductions, and elected to prepare this Transition Plan with a view to realizing a decarbonized society as a specific strategy.

Additionally, while Tokyu Fudosan Holdings declared its support for TCFD recommendations in 2019 and is also conducting associated disclosures, the Transition Plan is in line with “Guidance on Metrics and Targets and Transition Plans” by the TCFD, the “Climate Transition Plan: Discussion Paper” by the international environment non-profit organization CDP, and so forth, and is based on the “environmental management” adopted by Tokyu Fudosan Holdings as one of the Group policies under GROUP VISION 2030, the Group’s long-term vision.

■Environmental Management by the Group

Since its founding, the Group has tackled the realization of a sustainable society and environmental challenges through a variety of business activities. In May 2021, based on its environmental vision, the Group formulated GROUP VISION 2030, its long-term vision in order to work towards realizing a decarbonized, recycling-oriented society and creating lifestyles that contribute to the environment.

Additionally, under this long-term vision as well as its medium-term management plan 2025 that it formulated in May 2022, the Group has established environmental management as a major pillar, and is aiming to expand business opportunities with the environment as their starting point through efforts geared towards a decarbonized society, recycling-oriented society, biodiversity conservation, and so forth.

Of particular note is decarbonized society, which the Group adopted a target of net zero emissions by 2050 for with the aim of reducing environmental impact through all of its businesses. The Group is also participating in “Business Ambition for 1.5°C” and “Race to Zero,” a pair of international campaigns, and is pursuing associated efforts.

Moreover, the Group is working together with design and construction companies, customers that use its facilities and other stakeholders to push forward with efforts aimed at reducing CO₂ emissions across its entire supply chain.

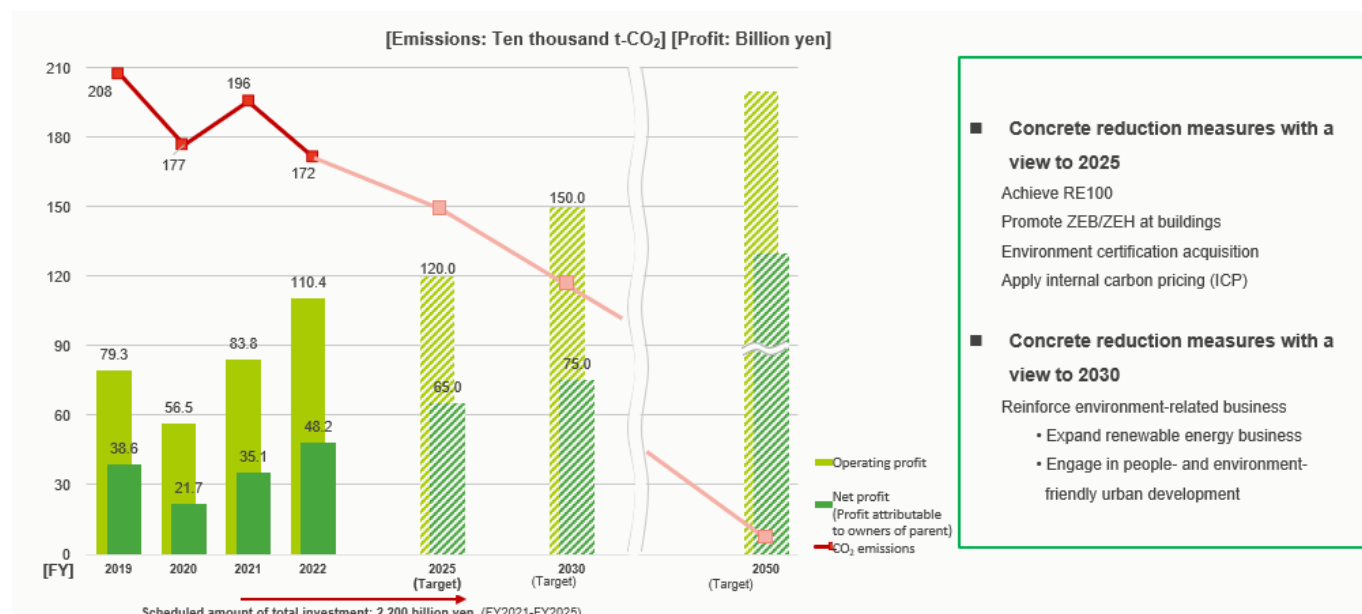
■Roadmap towards Achieving a Decarbonized Society

Tokyu Land Corporation, the core enterprise of the Group, has completed the 100% changeover of electric power used at offices of and facilities held by the company to renewable energy in December 2022^{*2}. This changeover is one of the requirements under RE100.

Going forward, the entire Group will pursue reductions in CO₂ emissions through its businesses as well as aim to reduce environmental impact through its growth and conduct environmentally-advanced urban development with the view that “decarbonization” constitutes business opportunities, one of which is the further expansion of the Group’s renewable energy business that has grown as one of its core operations.

^{*2}: Certain joint business projects, etc. excluded

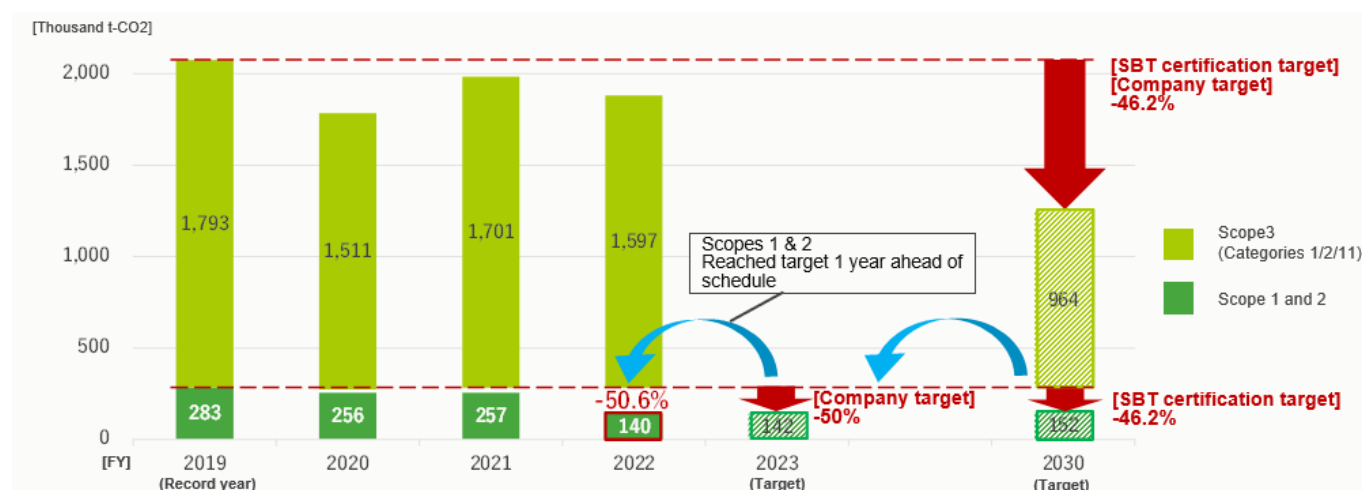
[Tokyu Fudosan Holdings' Roadmap towards Realization of Decarbonized Society]



■ Current State of CO₂ Reduction Emissions and Future Targets

As a milestone in its path towards realizing net zero emissions by the year 2050, in order to manage climate control risk as assessed in scenario analysis, Tokyu Fudosan Holdings has set a reduction target of 46.2% over FY2019 for Scope 1 and Scope 2 CO₂ emissions (in-house) and for Scope 3 CO₂ emissions (supply chain (applicable reduction categories: 1, 2 and 11)) by FY2030 (SBT certification acquired), which it is using to manage its CO₂ emission results.

Furthermore, while we had targeted a 50%-reduction in Scope 1 and Scope 2 CO₂ emissions in FY2023 under our medium-term management plan, it achieved this target one year ahead of schedule with reductions of 50.6% in FY2022 (preliminary data).



Please see the below for details on the Transition Plan.

[decarbon_plan_e.pdf \(sustainability-cms-staging5-5-s3.s3-ap-northeast-1.amazonaws.com\)](https://sustainability-cms-staging5-5-s3.s3-ap-northeast-1.amazonaws.com/decarbon_plan_e.pdf)

■Initiatives for environmental management and DX that Tokyu Fudosan Holdings is striving for under its GROUP VISION 2030 long-term vision

Tokyu Fudosan Holdings announced GROUP VISION 2030 its long-term vision, in 2021. With WE ARE GREEN, an expression of its aim to realize its ideal shape by the year 2023 through diverse green power, as its slogan, the company continues to tackle environmental management and DX as its basic policies.

As Tokyu Fudosan Holdings' core enterprise, Tokyu Land is actively pursuing a myriad of initiatives with the aim of becoming an environmentally advanced company. At the end of 2022, it completed the changeover of its offices and facilities held* to 100% renewable energy.

Tokyu Fudosan Holdings' GROUP VISION 2030

<https://www.tokyu-fudosan-hd.co.jp/english/group-vision-2030/>

Tokyu Fudosan Holdings' Medium-Term Management Plan 2025

<https://www.tokyu-fudosan-hd.co.jp/english/ir/mgtpolicy/mid-term-plan/>