

The Furukawa Company Group Basic Policy on Sustainability Initiatives

Effective Date: December 1, 2021

The Furukawa Company Group has positioned efforts toward sustainability^{*1} as one of its most important management issues. In addition to contributing to help realize a sustainable society, the Group is committed to achieving sustainable growth and increasing mid-to-long-term corporate value by establishing a robust corporate foundation for growth and resolving social issues through its business.

The initiatives to realize this basic policy are as follows.

1. **Defensive sustainability: Establishing a robust corporate foundation for growth**
In order to establish a robust corporate foundation for growth, the Group will strengthen and expand its enterprise risk management system^{*2} and increase corporate value by emphasizing business practices that reflect CSR/ESG issues recognized and to be solved by the Group.
2. **Aggressive sustainability: Resolving social issues through business**
In addition to increasing the value of the Furukawa brand through “marketing-based management” that incorporates CSV^{*3} perspectives, the Group will create corporate value and contribute to the creation of social value by developing infrastructure and providing products, technologies, and services that help to resolve social issues.

*1 Sustainability: In general, sustainability refers to the concept of making the world more sustainable from three perspectives: the environment, society, and the economy. Companies are especially required to consider the impact of their business activities on the environment, society, and the economy, and to formulate mid-to-long-term corporate strategies.

*2 Enterprise risk management system: One of the methods of risk management, a system that aims to manage all possible risks that may arise in the course of managing a company.

*3 Creating shared value (CSV) is a management framework that enables companies to co-create social value and corporate value by tackling social, environmental, and other issues.