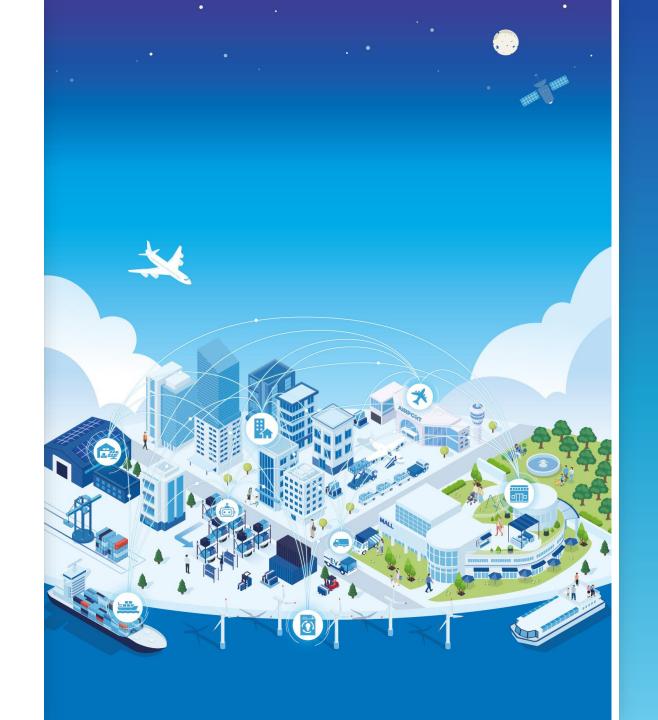
## **The Mitsubishi Logistics Group**

# Management of Sustainability

**Supporting Today, Innovating Tomorrow.** 

March 6, 2025



## 1. Positioning of Sustainability in the Philosophy System Chart

Mitsubishi Logistics Group defined its purpose as Supporting Today, Innovating Tomorrow. To achieve our purpose and continue to provide sustainable value for economy, environment and society while adapting ourselves to change in the business environment, we have revised our Materiality.

Mitsubishi Logistics Group will continue to support society today and create an affluent and sustainable future taking advantage of the infrastructure services in the Logistics and Real Estate Businesses.

We also strive to go beyond the "zero" target and continue to take on new challenges while continuing to be committed to innovating tomorrow.

Targets for Sustainability Issues	Sustainability Themes	
Continue to support society through infrastructure services that are resistant to disasters, and are safe, secure and sustainable	Safety, security and disaster responses	
Protect the global environment in a sustainable manner	Measures to work on climate change	
Create a sustained and dynamic series of innovations using advanced technologies and collaborating with multiple partners	Innovation	
Revitalize the Group's human resources and organization and enhance the Group's ability to create value	Human capital management	
Ensure thorough compliance with business partners and	Compliance, human rights	
continue to fulfill the corporations responsibilities to society	Risk management	

Purpose

**Supporting Today, Innovating Tomorrow.** 

**MLC2030 Vision** 

We will provide comprehensive logistics and urban development in order to support today in society and to achieve dynamic growth.

Creation and Inspiration
Beyond ZERO, Together
ZERO
+

Sustainability Management

**Business Plan** [2025-2030]

**Corporate Philosophy** 

The Three Principles of Mitsubishi's Business Management Philosophy "Sankoryo"

## 2. Sustainability Management Concept ZERO+

 We set out the ZERO+ Sustainability Management Concept with the goal of broadly increasing people's awareness of sustainability management and promoting it.

## Co-creation with our stakeholders in building a positive world beyond 2050

Zero is a starting point for new everyday life and not an end goal.

Realizing an affluent and sustainable society requires "Zero initiatives" to eliminate negative impacts on the planet and society, and "positive initiatives" to provide new value and increase positive contributions.

Through our "Zero+" sustainability management concept, we are committed to creating a world full of positives together with our stakeholders.

Mitsubishi Logistics will provide new value to create a world with more smiles, vibrancy, and even better everyday life for generations to come.



Creation and Inspiration
Beyond ZERO, Together
ZER

Management status

Provide new value Solve social issues

MLC2030 Vision Materiality solutions (Six Key Themes)

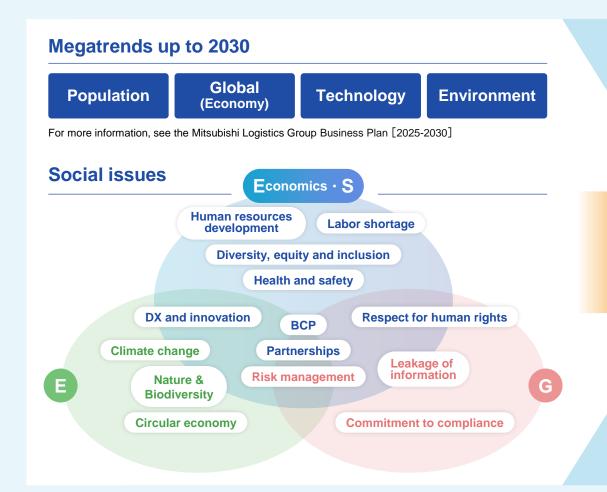
2030

An affluent and sustainable society with positive impacts and smiling faces

Supporting Today, Innovating Tomorrow.

## 3. The ideal society in 2030

 Our ESG initiatives are under way to achieve the society we want in 2030 as set forth in our Business Plan [2025-2030]through solutions to the Materiality we have identified in consideration of megatrends and social issues.





## 4. Process for Identifying Materiality

 We used the following process to identify Materiality with the goal of supporting society today and facilitating the sustainable growth of society and the Mitsubishi Logistics Group.



## Step 1

## **Extract Materiality Candidates**

- Recognize issues based on international frameworks and guidelines such as SDGs, megatrends, and industry trends
- Consider not only the impact of changes in the environment and society on the Group but also the Group's impact on the environment and society
- Sort items considered material from the standpoints of both risks and opportunities
- Extract issues considered highly relevant to the Group's strategy



## Step

#### **Analyze Importance**

- Conduct a survey of 3,000 Group Officers and employees to investigate Their thoughts and awareness of ESG, SDGs, and compliance; Analyze aggregate data by age group And job type; and assess the Importance to stakeholders
- Create a draft on the materiality and priority of issues based on requests and expectations toward the Group identied through requests from business partners and dialogue with institutional investors



#### Step 3

#### **Identify Materiality**

- Based on Steps 1 and 2, narrow down issues to be addressed across the Company in light of our corporate philosophy as well as the MLC2030 Vision (top-down approach) and complement this with issues to be addressed from the perspective of the divisions, chambers, or branches (bottom-up approach)
- Verify consistency between FY2030 targets for each item of materiality with the MLC2030 Vision and the business plan
- Discuss repeatedly at the Executive Committee and decide at the Board of Directors meeting

**Executive Committee** 



## Step 4

#### **Monitor & Review**

 Monitor implementation status of measures based on materiality as well as the achievement status of KPIs, analyze new risks and opportunities, and review materiality and strategy as appropriate at the Sustainability Committee, under the supervision of the Board of Directors

**Project team and external experts** 

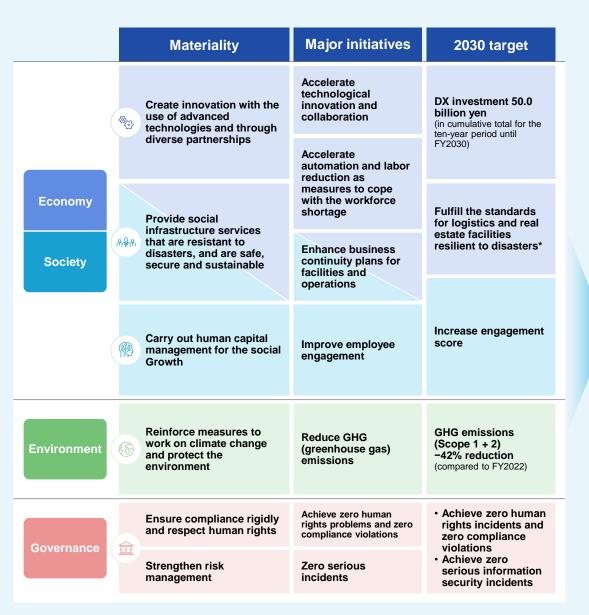
and Board of Directors

**Sustainability Committee** 

We consider material issues to be the core in the management of our business, and we promote sustainability management to continue to provide sustainable value for economy, environment and society through the resolution of the material issues.

To solve material issues, the Mitsubishi Logistics Group will continue to support society today and striving to create an affluent and sustainable future taking advantage of its infrastructure services in the Logistics and Real Estate Businesses.

We will always make new positive impacts and help increase the value of the entire society in a stance of seeking the level beyond the ZERO target and innovating tomorrow.



#### Improving social value

Realize a rich and sustainable society with positive impacts and smilng faces beyond the ZERO target

Creation and Inspiration Beyond ZERO, Together



## Supporting society today



## Leaving a rich Earth to the future



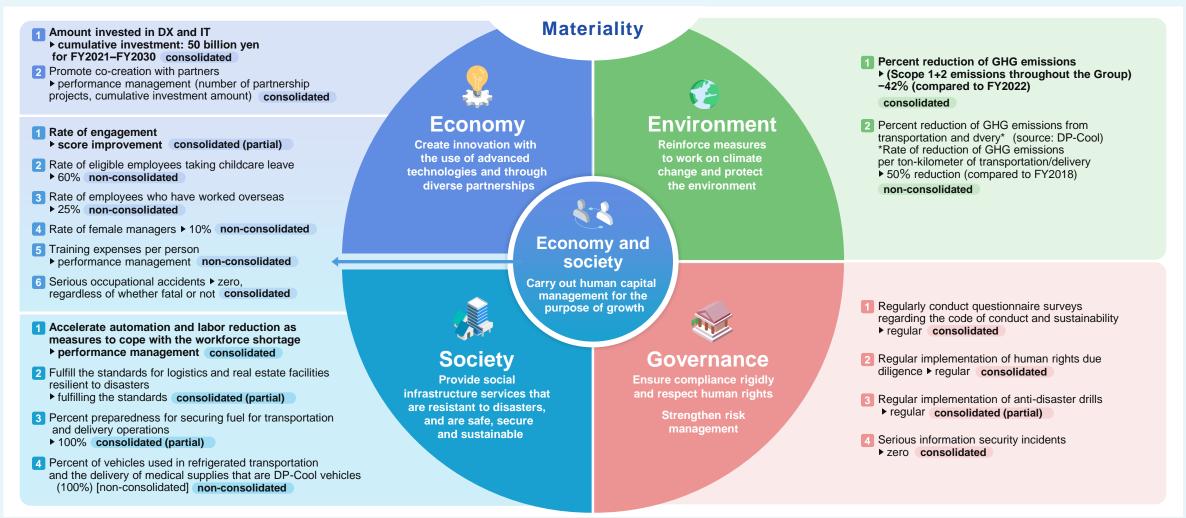


Reducing corporate risks



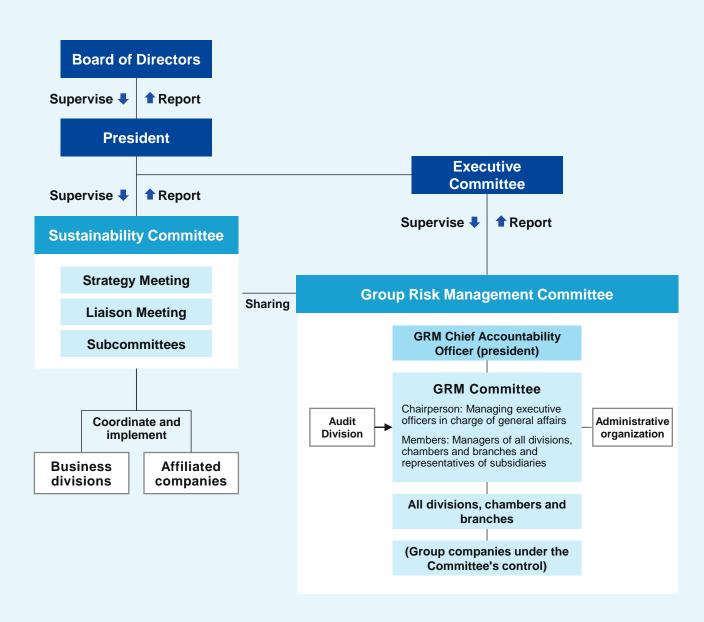
Offer high valueadded services

	E (environment)		(society, employees, customers, etc.)		<b>G</b> (corporate governance)		
Value	Offer high value-added services						
provided	Preserving the rich Earth for the future		Supporting society today		Reducing corporate risks		
	Initiatives	Value	Initiatives	Value	Initiatives	Value	
Supporting Today, ZER	Promote initiatives to reduce greenhouse gas (GHG) emissions  Achieve net zero emissions from the Mitsubishi Logistics Group by 2050	Enhance business continuity plans for facilities and operations	Reduce logistics suspensions to zero	Risk management	Prevent society and the company from suffering losses		
		emissions from the	Promote DX as a measure to address the labor shortage	0	Act regarding human rights issues and compliance  Promote information security	Reduce violations to zero	
			Improve the environment for employees and support their careers	Prevent employees' quitting their jobs and mitigate the labor shortage		Reduce serious incidents to zero	
			Ensure workers' safety	Reduce fatal occupational accidents to zero		Prevent the deterioration of the public's trust in us	
Innovating Tomorrow.  (beyond the zero target)	Promote the development of environmental services and MLC Green Action, a service for visualizing and reducing GHG emissions	Contribute to customers' businesses  Toward a Green Society with Logistics  MLC Green Action	Promote DE&I, including the empowerment of women Strengthen CVC activities and partnerships  Develop a climate that enables people to take on challenges and innovate  Improvement activity award system  MLC Innovation Program	Encourage innovation	Disclose nonfinancial information and reinforce our governance in consideration of global trends regarding standards for the disclosure of sustainability information	Earn the trust of stakeholders and improve our reputation	
	Initiatives to address environmental issues other than climate change (to be discussed in the future)	Create new business opportunities		Improve employee engagement		Continue to be a company chosen by customers for 100 years and longer	



### 8. Key Committees and Corporate Governance





#### **Board of Directors and Executive Committees**

At Mitsubishi Logistics, the Sustainability Committee reports ESG-related matters to Board of Directors at least once a year.

The Board of Directors supervises our sustainability issues through discussions of the management on initiatives and goal management.

Chaired by the president and consisting of the chairperson of the Board of Directors, managing executive officers and executive officers in higher positions, the Executive Committee discusses important matters related to the management of business and also receives ESG-related reports from the Sustainability Committee when appropriate. Via the Executive Committee, managing executive officers and executive officers in higher positions instruct and supervise the relevant divisions.

#### **Sustainability Committee**

The Sustainability Committee consists of two meeting bodies, the Strategy Meeting and the Liaison Meeting which are chaired by the president and include members of the Executive Committee and managers of divisions, chambers and branches, and they have subordinate subcommittees.

The Strategy Meeting, chaired by the president, meets one or more times a year. It identifies and reviews sustainability issues, discusses initiatives and targets relating to material issues and deliberates basic policies regarding the promotion of sustainability management.

For more information, see our securities report.

#### **Group Risk Management (GRM) Committee**

The goal of the GRM Committee is to manage risk, specifically to examine omnidirectional risks that usually surround our business operations and prepare for contingencies. Group risk management is considered to be a part of our management strategy for enhancing our corporate value.

When defining risks,\* we divide them into pure risks and strategic risks: the former concerns losses whereas the latter has an impact on the company's business strategies and strategic goals. The GRM Committee meets twice a year and has the structure shown on the left. The committee's activities include risk assessment in ordinary times, the formulation and implementation of priority risk handling plans, the monitoring of the progress of anti-risk measures and the review of and provision of feedback regarding the results of risk-mitigation measures. Reports on these activities are regularly submitted to the Board of Directors.

\*The GRM Committee assesses a broad range of risks such as geopolitical risks, financial risks, ESG risks and operational risks and creates a risk map.



Projections and forecasts other than past or current facts and the future outlook of earnings including strategies, which are part of statements in this document, include potential risks and uncertainties, and therefore do not provide any commitment or guarantee.

Please note that actual results may differ materially from earnings forecasts due to a range of factors such as future economic and/or social conditions.

In no way is this document intended to solicit an investment in the Company on the part of the users.

Users are requested to make final decisions on investment and other matters at their own discretion.

This document has been translated from the Japanese original for reference purposes only.

In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.