



## • Key Non-Financial Data

### Sustainability Material Issues, 2030 Objectives and Indicators, 2024 Results and Measures to 2030

We conducted activities toward achieving the 2030 objectives for each Sustainability Material Issue. We will continue to introduce further initiatives. Going forward, we will boost our efforts to manage and address these risks.

	Material Issues	Objectives (2030)	Indicators (2030)	Progress (2024 Results)	Globally Common Measures to 2030
E	Promoting Environmental Initiatives for a Sustainable Planet 	Reduce CO <sub>2</sub> emissions throughout business activities.	<ul style="list-style-type: none"> <li>CO<sub>2</sub> emissions throughout business activities ⇒ Down 55% compared with 2017 levels (Absolute quantity)</li> </ul>	<ul style="list-style-type: none"> <li>Down 33% compared with 2017 (Figure after deducting purchases of carbon credits. 24% reduction if not deducted.)</li> </ul>	<ul style="list-style-type: none"> <li>Reduce energy usage through energy-saving activities.</li> <li>Purchase electricity generated by renewable energy sources.</li> </ul>
		Reduce CO <sub>2</sub> emissions throughout product lifecycles.	<ul style="list-style-type: none"> <li>CO<sub>2</sub> emissions throughout product lifecycles ⇒ Down 30% compared with 2017 levels (Absolute quantity)</li> </ul>	<ul style="list-style-type: none"> <li>Up 7% compared with 2017</li> </ul>	<ul style="list-style-type: none"> <li>Reduce household CO<sub>2</sub> emissions from product use through the provision of environmentally friendly products and services and the promotion of environmentally friendly habits.</li> <li>Reduce CO<sub>2</sub> emissions at the stage of procurement through supplier engagement and the purchase of raw materials that generate low CO<sub>2</sub> emissions.</li> </ul>
		Achieve a CO <sub>2</sub> emissions reduction effect in excess of Lion's own emissions to help society become carbon negative.	<ul style="list-style-type: none"> <li>Contribute to a CO<sub>2</sub> emission reduction effect in excess of Lion's own emissions (Japan)</li> </ul>	<ul style="list-style-type: none"> <li>Plan to formulate actions and KPIs and verify their effectiveness</li> </ul>	<ul style="list-style-type: none"> <li>Reduce society's overall CO<sub>2</sub> emissions through collaboration with other industry actors and companies.</li> <li>Reduce household CO<sub>2</sub> emissions through provision of environmentally friendly products and services.</li> </ul>
		Actively promote the 3Rs (reduce, reuse, recycle) and renewable resource activities.	<ul style="list-style-type: none"> <li>Petrochemical-derived plastic use rate ⇒ 70% or less</li> </ul>	<ul style="list-style-type: none"> <li>97% (Japan)</li> <li>Rate of containers and other packaging using sustainable materials: 2.9%</li> </ul>	<ul style="list-style-type: none"> <li>Reduce usage of petrochemical-derived materials through the increased use of recycled plastic and biomass materials in products, containers and packaging.</li> <li>Continuously promote reduced use and reuse of plastic in products, containers and packaging.</li> </ul>
		Reduce water usage throughout product lifecycles.	<ul style="list-style-type: none"> <li>Water usage throughout product lifecycles ⇒ Down 30% compared with 2017 levels (Per unit of net sales)</li> </ul>	<ul style="list-style-type: none"> <li>Down 9% compared with 2017</li> </ul>	<ul style="list-style-type: none"> <li>Reduce water usage by consumers through the provision of water-saving products.</li> </ul>
S	Top-Priority Material Issues Creating Healthy Living Habits 	Provide opportunities for everyone to practice oral healthcare whenever necessary and foster oral health care habits to promote health for all.		<b>Oral health care habits: 400 million people*</b> Spreading Awareness of Preventive Dentistry Habits (Japan) <ul style="list-style-type: none"> <li>Expanded initiatives to foster preventive dental care habits (OraCo) (Overseas)</li> <li>Conducted tooth brushing awareness activities for infants and children</li> </ul> Putting Preventive Dentistry Habits into Practice (Japan) <ul style="list-style-type: none"> <li>Promoted greater frequency of tooth brushing 37% of population brushed teeth after lunch (target for 2030: 50%)</li> <li>Promoted greater use of products other than toothpastes and toothbrushes 38% of population used dental floss products (target for 2030: 50%)</li> </ul> * Source: Lion survey	<ul style="list-style-type: none"> <li>Increase range of products and services that promote the creation of better oral healthcare habits.</li> <li>Reinforce educational and awareness activities aimed at establishing preventive dentistry and better oral healthcare habits.</li> <li>Promote activities to address personal and social challenges through oral healthcare. (Inclusive Oral Care)</li> </ul>
		Promote the establishment of cleanliness and hygiene habits that prevent bacteria and viruses from entering the body across all aspects of daily living, so that everyone can stay healthy.	<ul style="list-style-type: none"> <li>Total number of persons provided with products, services and information aimed at creating healthy living habits ⇒ 1 billion (Oral healthcare habits: 500 million people, Cleanliness and hygiene habits: 500 million people)</li> </ul>	<b>Cleanliness and hygiene habits: 310 million people*</b> Promoting and Establishing Cleanliness and Hygiene Habits through Educational Institutions (Lion Group) <ul style="list-style-type: none"> <li>Conducted educational and awareness activities at preschools, kindergartens and elementary schools to promote hand washing habits</li> <li>Held the <i>KireiKirei My Bottle Contest</i></li> <li>Carried out hygiene education at elementary schools in Bangladesh through JICA</li> </ul> Expanding Activities in the Domain of Establishing Cleanliness and Hygiene Habits (Japan) <ul style="list-style-type: none"> <li>Implemented the FureFure Family Project, which distributed hand washing lesson kits</li> <li>Conducted a hand washing awareness event in partnership with the parenting app iiba</li> <li>Installed hand soap stations in elementary schools in Okayama Prefecture using the corporate <i>furusato nozei</i> (hometown tax) program (Overseas)</li> <li>Provided hygiene products to expectant mothers as part of a childbirth support initiative in South Korea</li> <li>Conducted hand washing education through a public-private collaborative project in Thailand</li> </ul> * Based on 2024 performance, a new calculation method was adopted, expanding the scope of activities to include personal and food safety, in light of business conditions in Asia.	<ul style="list-style-type: none"> <li>Provide products and services that support the establishment of hand cleanliness and hygiene habits in daily living.</li> <li>Provide new customer experiences in all aspects of daily living through the provision of products and services that protect customers from bacteria and viruses.</li> <li>Implement educational and awareness activities to establish cleanliness and hygiene habits in all aspects of daily living.</li> </ul>

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	Material Issues	Objectives (2030)	Indicators (2030)	Progress (2024 Results)	Globally Common Measures to 2030
S	Promoting Diversity and Inclusion* WEB	Enable human resources with diverse values and ideas to fully express their individuality and abilities and succeed professionally.	<ul style="list-style-type: none"> <li>Ratio of women in management ⇒ 30% or more</li> <li>Employees who feel that employees with diverse values are able to succeed professionally ⇒ 80% or more</li> </ul>	<ul style="list-style-type: none"> <li>Ratio of women in management: 24.9%</li> <li>Employees who feel so: 61% (Japan)</li> </ul>	<ul style="list-style-type: none"> <li>Provide opportunities for employees to deepen their understanding of diverse values.</li> <li>Create systems and mechanisms for diverse human resources to succeed professionally.</li> </ul>
	Promoting Work-Life Enrichment* WEB	Create an environment that helps employees fulfill their ambitions through synergy between work and private life.	<ul style="list-style-type: none"> <li>Employees who feel that life outside of work (role at home and activities outside the office) has a positive impact on work ⇒ 75% or more</li> </ul>	<ul style="list-style-type: none"> <li>57% (Japan)</li> </ul>	<ul style="list-style-type: none"> <li>Create an environment that enables employees to fulfill their life ambitions and achieve their ideal lifestyles.</li> </ul>
	Developing Human Resources* WEB	Foster human resources who generate dynamism to realize innovative change by creating environments that enable all employees to exercise their diverse abilities to the fullest and embrace challenges.	<ul style="list-style-type: none"> <li>Employees who are using diverse educational programs (Lion Career Village) for individualized skill acquisition and ability development ⇒ 100%</li> </ul>	<ul style="list-style-type: none"> <li>58%</li> </ul>	<ul style="list-style-type: none"> <li>Introduce e-learning system and curriculum that meet the needs of overseas Group companies.</li> <li>Create mechanisms that will be used to provide content for learning opportunities on an ongoing basis.</li> </ul>
	Improving Employee Health* WEB	Support mental and physical healthcare for employees to reinforce Group human resources and achieve sustainable corporate growth.	<ul style="list-style-type: none"> <li>Employees getting dental checkups ⇒ 100%</li> <li>Absenteeism ⇒ Improve from the 2021 level</li> </ul>	<ul style="list-style-type: none"> <li>Employees getting dental checkups: 92% (Japan) Note: Calculation method under consideration overseas</li> <li>Absenteeism: 1.1% (Lion Corporation in Japan (Slightly up from 2021)) Note: Calculation method under consideration overseas</li> </ul>	<ul style="list-style-type: none"> <li>Use a self-administered daily oral care program and regular dental checkups to create an environment that enables all employees to implement a PDCA cycle and to provide information and learning opportunities regarding oral self-care.</li> <li>Provide opportunities for management to learn about checking the mental health of subordinates and for all employees to learn about caring for their own mental health.</li> <li>Improve health literacy by providing information that helps employees understand their own health conditions and future risks, as well as what preventative actions to take in their daily lives.</li> </ul>
	Enhancing the Occupational Safety Management System WEB	Enhance systems to ensure compliance with occupational safety and health laws and regulations and to enforce safety awareness thoroughly for the safety and peace of mind of employees and outside partners working on site.	<ul style="list-style-type: none"> <li>Participation in safety education and training ⇒ Implement as planned (100%) at work sites</li> <li>Compliance with occupational safety and health laws and regulations</li> <li>Serious accidents and incidents ⇒ Zero</li> </ul>	<ul style="list-style-type: none"> <li>Participation in training: 100% as planned</li> <li>Serious accidents and incidents: Zero</li> <li>However, there was one accident overseas, involving a contract employee working at the warehouse of one of our consolidated subsidiaries.</li> </ul>	<ul style="list-style-type: none"> <li>Provide opportunities to learn about safety and disaster prevention, and implement activities to promote understanding of basic safety activities.</li> <li>Build mechanisms for exchanging safety information, and proactively disclose information on levels of workplace safety based on the management of records of occupational accident frequency.</li> </ul>
	Respecting Human Rights WEB	Ensure respect for the human rights of all stakeholders affected by Group business activities, in line with the LION Human Rights Policy.	<ul style="list-style-type: none"> <li>Human rights due diligence implementation for material human rights issues ⇒ 100%</li> </ul>	<ul style="list-style-type: none"> <li>Human rights due diligence implementation Lion Group: 100% Suppliers: 92%</li> </ul>	<ul style="list-style-type: none"> <li>Build a mechanism for addressing human rights issues.</li> <li>Identify material human rights risks and verify how those affected are negatively impacted.</li> <li>Execute and monitor measures for addressing human rights risks that have been identified.</li> <li>Proactively disclose status of response to human rights due diligence implementation.</li> </ul>
	Building Responsible Supply Chain Management WEB	Implement sustainable procurement with zero tolerance for human rights and labor problems (including child labor and forced labor) or environmental destruction in line with the Sustainable Material Procurement Policy and Lion Group Supplier CSR Guidelines.	<ul style="list-style-type: none"> <li>Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) ⇒ 100%</li> <li>Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) from suppliers that support efforts aimed at zero deforestation ⇒ 100%</li> </ul>	<ul style="list-style-type: none"> <li>Ratio of certified raw materials procurement Japan: Certified paper and pulp: 75% (item ratio) Certified palm oil and palm kernel oil derivatives: 99% (based on key raw materials) Lion Group: Certified paper and pulp: 46% (item ratio) Certified palm oil and palm kernel oil derivatives: 46% (based on key raw materials)</li> <li>Ratio of suppliers supporting zero deforestation Japan: 55%, Lion Group: 49%</li> </ul>	<ul style="list-style-type: none"> <li>Create and promote a sustainable procurement system in cooperation with suppliers.</li> </ul>
G	Pursuing Customer Satisfaction and Trust WEB	Promote and reinforce customer-oriented business activities by improving customer support quality and the value of products and services.	<ul style="list-style-type: none"> <li>Reflection of customer opinions in all products and services so that customers will continue to choose them</li> </ul>	<ul style="list-style-type: none"> <li>Self-declaration of conformance to ISO 10002 (Japan, July)</li> <li>Began providing the annual customer inquiry summary in digital format Company-wide</li> <li>Began Company-wide sharing of audio recordings of main customer inquiries and commendations</li> <li>Developed a tool for overseas affiliates to share customer opinions</li> </ul>	<ul style="list-style-type: none"> <li>Evolve the activities of customer response departments by steadily promoting three steps: Understand the current situation, formulate plans, and promote activities</li> <li>Create an environment for improving customer relationships and expanding the range of problem resolution methods.</li> <li>Create and implement a system for reflecting customer feedback in products and services.</li> </ul>
	Promoting Risk Management WEB	Build a comprehensive and exhaustive risk management system for identifying and quickly and appropriately dealing with risks to achieve sustainable corporate growth.	<ul style="list-style-type: none"> <li>Disclosure of the results of monitoring significant business risks and progress in implementing reduction measures ⇒ At least once a year</li> </ul>	<ul style="list-style-type: none"> <li>Disclosed once</li> </ul>	<ul style="list-style-type: none"> <li>Build and raise awareness of a management system that includes overseas Group companies.</li> <li>Use a consistent format for investigating risks and implement countermeasures.</li> <li>Share information on progress of response through reports to the Board of Directors once a year.</li> </ul>
	Reinforcing Compliance WEB	Reinforce effective initiatives to instill compliance awareness and thus earn and maintain the trust of society.	<ul style="list-style-type: none"> <li>Participation in compliance education and training ⇒ Implement as planned (100%) at work sites</li> <li>Serious compliance violations ⇒ Zero</li> </ul>	<ul style="list-style-type: none"> <li>Participation in training: 100% as planned</li> <li>Serious compliance violations: Zero</li> </ul>	<ul style="list-style-type: none"> <li>Build and enhance a compliance system that includes overseas Group companies.</li> <li>Further inculcate compliance through ongoing implementation of management and employee training and questionnaires, etc.</li> <li>Improve Group-wide risk perception and accelerate risk response by designating compliance managers at overseas Group companies and building a global hotline.</li> </ul>
	Enhancing Governance WEB	Build a sound, fair, transparent and highly effective governance system to enable sustainable corporate value enhancement.	<ul style="list-style-type: none"> <li>Disclosure of the results of the establishment and operation of the internal control system ⇒ At least once a year</li> <li>Improvement in evaluations from external organizations ⇒ Continuously improve from 2020 onward</li> </ul>	<ul style="list-style-type: none"> <li>Disclosed once</li> <li>Continued activities to maintain or improve evaluation compared with 2023</li> </ul>	<ul style="list-style-type: none"> <li>Evaluate and disclose results of the operation of the current internal control system.</li> <li>Clarify status of establishment of internal control systems at overseas Group companies and evaluate their operation.</li> <li>Continuously and proactively disclose governance-related non-financial information.</li> </ul>

\* The four items related to human capital will be revised and updated targets and indicators will be promoted starting from the 2025 results.