

January 31, 2023

To whom it may concern

Sumitomo Mitsui Trust Bank, Limited

**Notice regarding the Conclusion of a Positive Impact Finance (with unspecified use of funds)  
Loan Agreement (with CASIO COMPUTER CO., LTD.)**

Sumitomo Mitsui Trust Bank, Limited (President: Kazuya Oyama; hereinafter “SuMi TRUST Bank”) concluded a “Positive Impact Evaluation” (hereinafter “this evaluation”) and “Positive Impact Finance (with unspecified use of funds)” loan agreement (hereinafter “this agreement”) with CASIO COMPUTER CO., LTD. (President and CEO: KASHIO Kazuhiro; hereinafter “CASIO”) in line with the Principles for Positive Impact Finance (\*1) released by the United Nations Environment Programme Finance Initiative (hereinafter “UNEP FI”) (\*2).

Positive Impact Finance (hereinafter “PIF”) is a type of loan agreement intended to support corporations to comprehensively analyze and evaluate the impacts (both positive and negative) of business activities related to the environment, society and economy on an ongoing basis. The most notable feature of PIF is that the degree of contribution from corporate activities, products and services in achieving Sustainable Development Goals (SDGs) is used as an evaluation indicator and monitored based on publicly disclosed information, and that we support corporations’ activities to achieve these goals through engagement.

This agreement has obtained a third-party opinion (\*3) from Japan Credit Rating Agency, Ltd. (President: Shokichi Takagi) regarding the compliance of the procedures related to this agreement’s evaluation to the Principles as well as the rationality of the evaluation indicators.

Through providing PIF and other solutions for sustainability businesses, we will continue to support clients’ business activities that contribute to the achievement of the SDGs and contribute to the enhancement of their corporate value over the medium to long term.




**【About CASIO】**

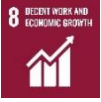
Under the Corporate Creed “Creativity and Contribution,” CASIO aims to contribute to society with the unique strengths of the CASIO Group to create new culture according to the changing times.

CASIO contributes to the creation of a sustainable society by constantly providing new value to society and by addressing environmental and social issues related to its business. In October 2021, CASIO restructured its “Casio Group Environmental Principles.” To reduce environmental the impacts of its business activities, CASIO is implementing specific initiatives on each business step from the perspective of life-cycle assessment.

**【Overview of Positive Impact Evaluation】**

In concluding this agreement, SuMi TRUST Bank assessed the following initiatives of CASIO both qualitatively and quantitatively as initiatives that particularly have an impact on achieving SDGs.

Theme	Content	Goals and Indicators (KPI)	SDGs
Contribution to GHG emissions reduction	<ul style="list-style-type: none"> <li>✓ Contribute to realizing a decarbonized society by promoting energy savings, expanding its use of renewable energy, and initiatives for reducing GHG emissions in the value chain</li> </ul>	<p><b><u>a. Reduction of GHG emissions</u></b> (Goals)</p> <ul style="list-style-type: none"> <li>✓ Scope 1+2: reduce GHG emissions 38% by FY2030 (compared to FY2018) and achieve zero emissions by FY2050</li> <li>✓ Scope 3: reduce GHG emissions on Category 1+11 by 30% by FY2030 (compared to FY2018)</li> </ul> <p>(Indicator (KPI))</p> <ul style="list-style-type: none"> <li>✓ GHG emissions on a consolidated basis (Scope 1+2, and Scope 3 Category 1+11)</li> </ul> <p><b><u>b. Expansion of use of renewable energy</u></b> (Goal)</p> <ul style="list-style-type: none"> <li>✓ Increase renewable energy introduction ratio to 40% or more by FY2024 and 55% or more by FY2027</li> </ul> <p>(Indicator (KPI))</p> <ul style="list-style-type: none"> <li>✓ Renewable energy introduction ratio on a consolidated basis</li> </ul>	
Reduction of environmental impact	<ul style="list-style-type: none"> <li>✓ Realize the minimization of environmental impact in the entire value chain</li> </ul>	<p><b><u>a. Expansion of sales of eco-friendly products</u></b> (Goal)</p> <ul style="list-style-type: none"> <li>✓ 90% sales ratio for “Casio Green Star Products (including Casio Super Green Star Products)” by FY2025</li> </ul> <p>(Indicator (KPI))</p> <ul style="list-style-type: none"> <li>✓ Sales ratio for “Casio Green Star Products” and “Casio Super Green Star Products” (on a consolidated basis)</li> </ul> <p><b><u>b. Reduction of amount of waste generated and promotion of recycling</u></b> (Goal)</p> <ul style="list-style-type: none"> <li>✓ Zero waste emissions (landfill disposal rate 1% or less) at business sites by FY2030</li> </ul> <p>(Indicator (KPI))</p> <ul style="list-style-type: none"> <li>✓ Landfill disposal rate (final landfill disposal amount / amount of waste generated) at business sites (on a consolidated basis)</li> </ul>	
Improvement of educational level by providing products responding to each country’s educational needs	<ul style="list-style-type: none"> <li>✓ Continue contributing to education worldwide by providing hardware and software</li> </ul>	<p>(Goals)</p> <ul style="list-style-type: none"> <li>✓ Promote GAKUHAN activities and the development and sales of scientific calculators</li> <li>✓ Promote the introduction of ICT to education on both hardware and software, such as comprehensive learning platform “ClassPad.net”</li> </ul> <p>(Indicators (KPI))</p>	

		<ul style="list-style-type: none"> <li>✓ Status of promotion of GAKUHAN activities</li> <li>✓ Status of introduction of ICT to education on both hardware and software</li> </ul>	
Strengthening supply chain management	<ul style="list-style-type: none"> <li>✓ Practice social responsibility in the supply chain, through compliance with laws, regulations, and social norms such as environmental conservation</li> </ul>	<p>(Goals)</p> <ul style="list-style-type: none"> <li>✓ Achieve 100% implementation rate of human rights checkups and feedback (every year)</li> <li>✓ Achieve 100% implementation and collection of CSR questionnaire (every year)</li> </ul> <p>(Indicators (KPI))</p> <ul style="list-style-type: none"> <li>✓ Implementation rate of human rights checkups and feedback (at all domestic and overseas sales group companies)</li> <li>✓ Implementation and collection rate of CSR questionnaire for Tier 1 business partners (on a consolidated basis)</li> </ul>	

(\*1) The Principles for Positive Impact Finance

The Principles for Positive Impact Finance was developed by UNEP FI in January 2017 as a financial framework for achieving the SDGs. Companies disclose the level of contributions to achieving SDGs through KPIs. Banks then provide funding by evaluating the positive impact observed from these KPIs that is intended to guide the borrowers to increase the positive impact and reduce the negative impact.

The lending bank, as a responsible financial institution, will check if the impact is continuing or not by monitoring the indicators.

(\*2) The United Nations Environment Programme Finance Initiative (UNEP FI)

The United Nations Environment Programme (UNEP) is an executive body for implementing the “Human Environment Declaration” and the “International Environmental Action Programme”, established in 1972 as a subsidiary body to the United Nations system. UNEP FI represents a broad as well as a close partnership between UNEP and more than 200 global financial institutions. Since its establishment in 1992, UNEP FI has been working in concert with financial institutions, policy/regulatory authorities to transform itself into a financial system that integrates economic development and ESG considerations.

(\*3) Third-party opinion on compliance with Principles of Positive Impact Financial and rationality of used metrics

For the independent opinion from Japan Credit Rating Agency, Ltd., please visit:

<https://www.jcr.co.jp/en/greenfinance/>

Ends