

# Contribution to the Regional Economy and Community

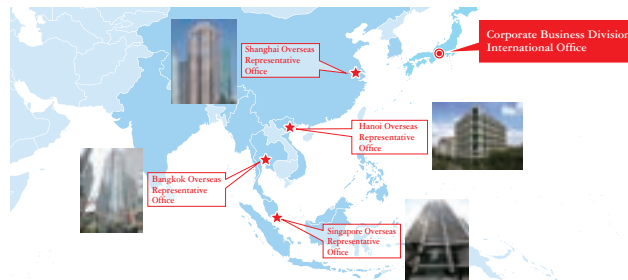
## Activities to Revitalize the Regional Economy

### Juroku Bank's Support for Overseas Business Development

#### ▶ Overseas Business Support

##### <The Bank's International Network>

Utilizing our overseas network of four representative offices and 15 overseas partnering financial institutions spanning 11 countries, we vigorously support our customers in their efforts to cultivate overseas sales channels and develop overseas local production as well as disseminate the latest overseas business information. Through such initiatives, we seek to capture new business opportunities together with our customers in local communities.



##### <Video clips to deliver the latest overseas business information>

Although the COVID-19 pandemic is making it difficult for customers to travel overseas for business purposes, there are increasing needs for the latest overseas business information with a view to the post-pandemic era. In these circumstances, we launched JUROKU CROSSBORDER VIEW, an information service in which staff members of the Bank's overseas representative offices in Shanghai, Singapore, Bangkok, and Hanoi disseminate the latest overseas business information.

JUROKU CROSSBORDER VIEW is a tool for directly delivering the local information our customers need. In addition to providing video reports, these staff members of the Bank's overseas representative offices offer online advice to customers and they also conduct field surveys and visit sites on their behalf.

Through these activities, we will continue supporting our customers' overseas business development.

### SDGs Festival in Nagoya Marunouchi

From November 2020 to January 2021, SDGs Festival in Nagoya Marunouchi, an event disseminating information on the SDGs, was held at Nagoya Tokio Marine & Nichido Building and Juroku Bank Nagoya Building.

Sponsored by Tokio Marine & Nichido Fire Insurance Co., Ltd. and co-sponsored by the Bank, Aichi prefecture, and Nagoya city, the objective of this event was to give added momentum to SDG-related activities in the Tokai and Hokuriku areas by disseminating information from Nagoya's central business district and to strengthen collaboration among municipalities and companies addressing the SDGs in order to promote sustainable development of the region.

While the event was running, the Bank's Nagoya Building was wrapped in a banner bearing the SDG logo and in the ATM lobby, there were panels to raise awareness of the SDGs and introduce the Bank's SDG initiatives.



### Foundation of the Bank's sustainable growth

#### Response to Environmental Issues

Based on the environmental policy that the Bank established in April 2013, the divisions at headquarters and sales branches set environmental objectives every year and conduct environmental activities. We are also systematizing the PDCA management cycle to continue environmental protection initiatives. In June 2021 we announced our endorsement of the TCFD recommendations and are working to establish systems and ensure information disclosure in accordance with the TCFD recommendations.

By sincerely conducting environmental activities in the course of business, including education and other initiatives to raise environmental awareness of each officer and employee, we will strive to contribute to the sustainable growth of local communities, which will lead to creation of corporate value.

#### ▶ Response to the TCFD Recommendations

Extreme weather and large-scale natural disasters have caused devastation around the world in recent years and the region we serve have also frequently suffered major damage. Climate change has become an omnipresent issue, having emerged as a factor with a significant impact not only on the business environment but also the businesses of our customers and ourselves. In these circumstances, aiming to strengthen our response to climate change and to provide useful information to stakeholders, we announced our endorsement of the TCFD recommendations and are working to establish systems and ensure information disclosure in accordance with the TCFD recommendations.



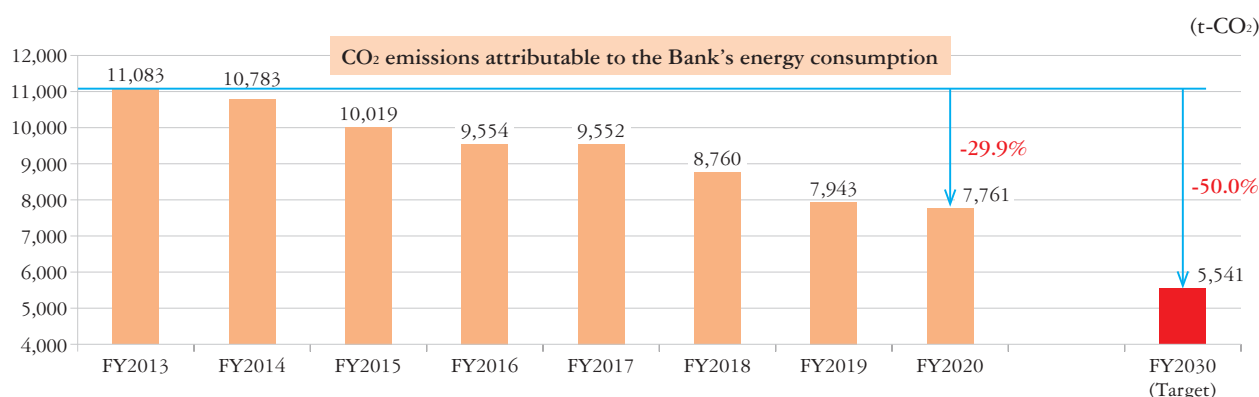
\* Abbreviation of the Task Force on Climate-related Financial Disclosures

The TCFD is an international organization established by the Financial Stability Board (FSB) in December 2015 to support stability of financial systems. The TCFD recommends assessment of climate-related risks and opportunities and disclosure of financial impacts to help promote a smooth transition to a low-carbon society.

<b>Governance</b>	The policy on response to climate change and other important matters are discussed at the Management Council and the results are reflected in management strategy and risk management. The Management Council periodically reviews the situation.
<b>Strategy</b>	Positioning response to climate change as an important management task, the Bank promotes initiatives in terms of both risks and opportunities. <b>◆ Risks</b> We recognize climate-related risks, which are classified into two categories: physical risks and transition risks. Going forward, we will consider the methodology for identifying and analyzing the impacts of the risks. <b>◆ Opportunities</b> Business opportunities are expected to increase in line with the expansion of the market for climate-related financing and solutions.
<b>Risk Management</b>	We have established the “Investment and Lending Policy for Creation of a Sustainable Society.” Recognizing climate-related risks as material risks, we are striving to establish a system for managing them within the framework of integrated risk management.
<b>Metrics and Targets</b>	Our target is to reduce our CO <sub>2</sub> emissions in FY2030 by 50% compared with FY2013. We aim to become carbon neutral by FY2050.

### ► Initiatives for Reduction of Greenhouse Gas Emissions

We aim to become carbon neutral by FY2050 and our target is to reduce CO<sub>2</sub> emissions in FY2030 by 50% compared with FY2013.



## Investment and Lending Policy for Creation of a Sustainable Society

We have established the “Investment and Lending Policy for Creation of a Sustainable Society” in order to clarify the Juroku Bank Group’s commitment to the resolution of environmental and social issues.

### ► Basic Policy

The Juroku Bank Group strives to contribute to medium- to long-term enhancement of corporate value and sustainable growth of customers by vigorously supporting initiatives to resolve environmental and social issues through investment and lending.

Moreover, the Group strives to mitigate or avert the impact of investment and lending that may pose a significant risk or have a negative impact on the environment and society by subjecting any such investment and lending to meticulous consideration.

### ► Sector-specific Policies

Sector	Policy
Coal-fired thermal power generation	The Group will not engage in investment or lending for the purpose of constructing new coal-fired thermal power stations or expanding existing facilities. However, the Group may do so in exceptional cases, always proceeding with caution, such as if responding to a disaster or participating in projects that are in accordance with the energy policy of the Japanese government.
Weapons	In view of the inhumane nature of cluster bombs, antipersonnel landmines, and biological and chemical weapons, the Group will not engage in investment or lending to companies that manufacture such weapons regardless of the use of the funds.
Deforestation	The Group will not engage in investment or lending to businesses involving illegal logging or incineration of forest. The Group will adopt a cautious approach to investment and lending if the funds in question may be related to deforestation, taking into consideration the impact on the local economy and the environment.

## Investment in ESG Bonds

### ► Supporting efforts to realize a sustainable society through investment in ESG bonds

We are vigorously investing in corporate bonds whose use is restricted to projects that are expected to contribute to sustainable development of society, such as projects concerning the renewable energy business and social infrastructure development.

We will continue our initiatives to realize a sustainable society.

### ► Investment in ESG bonds in recent years

Fiscal year in which investment was made	Number of cases	Total amount
FY2018	2	¥0.9 billion
FY2019	3	¥1.9 billion
FY2020	19	¥21.3 billion