

February 1, 2024

Company name: Daito Trust Construction Co., Ltd
Representative: Kei Takeuchi
Representative Director, Chief Executive Officer
Securities code: 1878
Listed in Prime Market of Tokyo security exchange
and Premier Market of Nagoya security exchange
(ADR Level I, OTC: DIFTY)
Address: 2-16-1, Konan, Minato-ku, Tokyo

Obtained "SBT Net-Zero" Certification for Greenhouse Gas Emission Reduction Targets

Aiming for "Net Zero" CO2 emissions throughout the value chain by 2050

Tokyo, February 1, 2024 – the Daito Group (Headquarters: Minato-ku, Tokyo) has obtained the "SBT (Science Based Targets)^{※1} Net-Zero" certification from the SBT Initiative for our greenhouse gas emission reduction targets, to which we committed in April 2023. Our company group aims to achieve net-zero greenhouse gas emissions across the entire value chain by 2050 through initiatives such as transitioning company vehicles to electric vehicles (EV) and the promotion of environmentally-friendly housing.

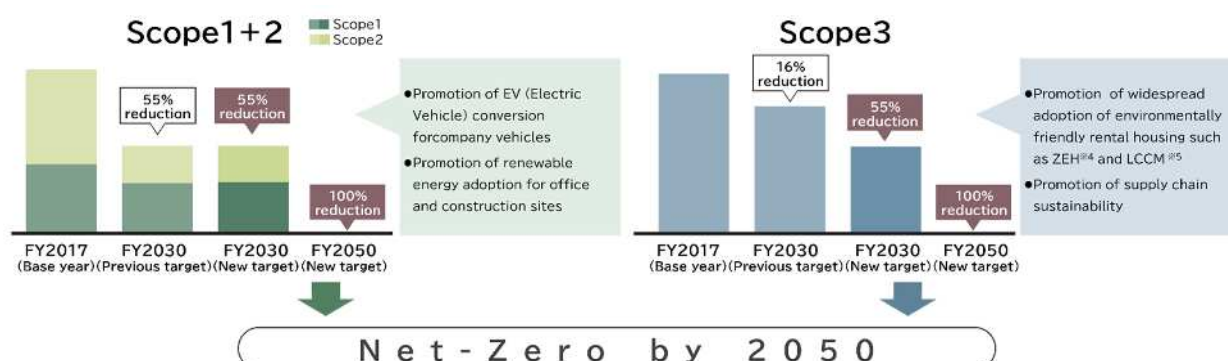
※1 Greenhouse gas emission reduction targets set by companies, aligning with the levels required by the Paris Agreement.

Current Status and Outlook for Greenhouse Gas Emission Reduction

More than 80% of our group's greenhouse gas emissions are attributed to the energy consumption associated with the occupancy of rental housing built by our group, assuming residents live there for 35 years. Reducing the greenhouse gas emissions generated by residents' daily lives is directly linked to achieving our group's emission reduction targets. Therefore, we aim to promote the adoption of environmentally-friendly housing, such as Net-Zero Energy House (ZEH) rentals and Life Cycle Carbon Minus (LCCM) house, in order to reduce emissions. Additionally, through collaboration with suppliers, transitioning company vehicles to EVs, and promoting the use of renewable energy in our business operations, we are committed to decarbonization efforts both internally and externally, with a steadfast focus on achieving our net-zero target by 2050.

New Greenhouse Gas Reduction Targets:

- By fiscal year 2030, aims to achieve a 55% reduction in energy-related CO2 emissions. (Scope 1 and 2^{※2}) from business activities compared to fiscal year 2017.
- By fiscal year 2030, aims to achieve a 55% reduction in CO2 emissions (Scope 3^{※3}) during the use of rental housing compared to fiscal year 2017.



※2 Scope1: direct emissions from the reporting company's factories, offices, vehicles, etc.

Scope2: indirect energy-derived emissions from electric power and other energy consumed by the reporting company

※3 Scope3: other indirect emissions

※4 ZEH (Net-Zero Energy House): Homes that achieve a net-zero or negative energy balance in daily life through energy conservation and renewable energy generation.

※5 LCCM (Life Cycle Carbon Minus): Homes that reduce greenhouse gas emissions during construction, occupancy, and disposal through renewable energy generation, achieving a net-zero or negative carbon emissions balance over the lifetime of the building.

Related News Release: Declaration of Commitment to "SBT Net-Zero Targets" in Environmental Management (April 21, 2023)

https://www.kentaku.co.jp/corporate/pr/info/2023/release_sbt_0421.html

About Daito Trust Construction Group

Daito Trust Group is a leading company in Tokyo, specializing in construction, real estate, and rental management. Since its establishment in 1974, we have successfully utilized our unique "Lease Management Trust System" and currently provide support for over 1.2 million rental homes^{※6} nationwide. As a comprehensive lifestyle support company, we strive for growth in various areas such as elderly care, childcare, LP gas services, and insurance. Our commitment as a trusted partner is to meet the expectations and trust of our customers while contributing to sustainable growth and a circular society.

※6 As of March 31, 2023

Source: Daito Trust Construction Co., Ltd.

Contact:

Public Relations Department

Daito Trust Construction Co., Ltd.

Tel: +81-3- 6718-9174

Email: koho@kentaku.co.jp

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