15th Symposium on ICT, Environment, Climate Change and Circular Economy



A session on Driving change: the need for targets and transition plans in ICT sustainability on 9 May 2024

In case of Fujitsu

Tomoko Nagano

Ph.D. in Environmental Science

Strategy Development, Business Strategy,

Strategic Planning Unit, Fujitsu Limited

https://www.fujitsu.com/global/



About Fujitsu











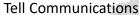


Segment

Business Segments

Service Solutions Hardware Solutions Ubiquitous Solutions Device Solutions

R&D Expenditure 109.5 billion yen



Fuji Automatic Computer

Year of establishment : 1935



Takahito Tokita RepresentativeDirector, CEO

Revenue: 3.71 Trillion yen





ICT Service Share



Created by Fujitsu based on Gartner Research(2023)



Group Employee





External Recognition



CDP Climate Change A List2023

Member of

Dow Jones Sustainability Indices

Powered by the S&P Global CSA

Selected as a component of Asia/Pacific Index



Management Direction: Financial and Non-Financial Targets



Management Based on Our Purpose

Financial Indicators Earnings Growth and capability Non-Financial Indicators

Society and customers

Employees, organization, and culture



And DE& I













Community

Stable contributions over the long term



Creation of growth opportunities



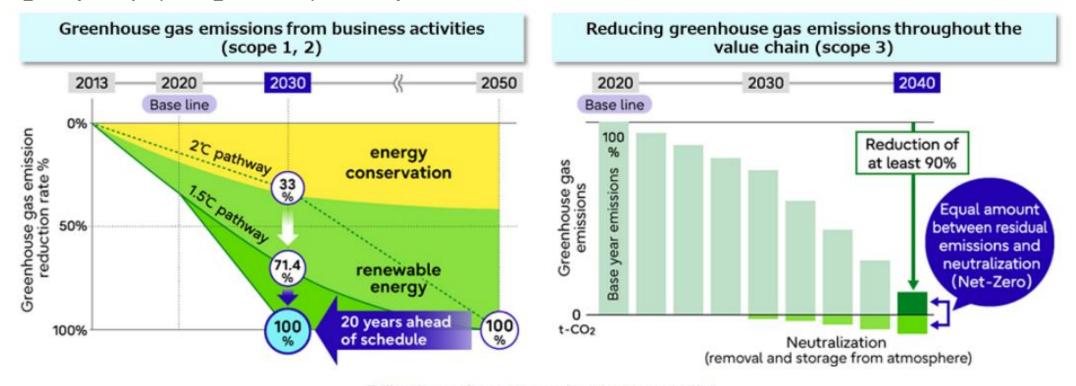
GRB (Global Responsible Business): 6 issues

Fujitsu's Vision



Vision: Net zero GHG emissions in scope 3 by FY 2040 (Baseline in FY 2020)

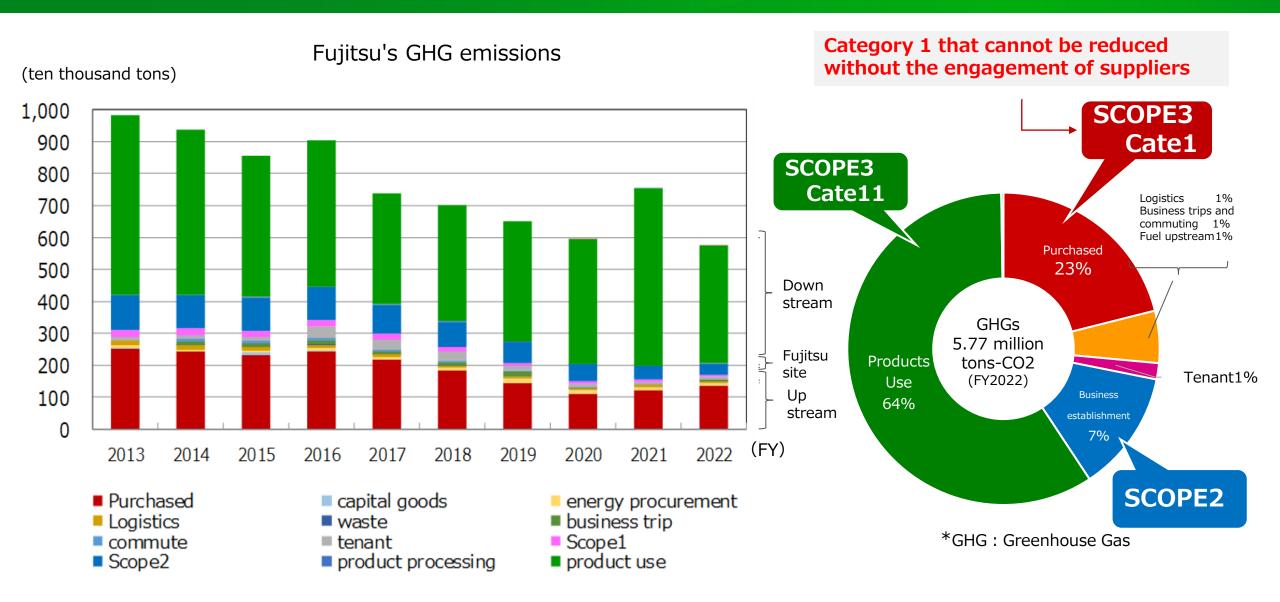
 Fujitsu accelerates plans to achieve net zero greenhouse gas emissions across its supply chain, setting fiscal 2040 as new target. SBTi certifies Fujitsu's GHG emissions reductions target (Tokyo, August 28, 2023)



Fujitsu's roadmap toward carbon neutrality

Fujitsu's GHG emissions





Scope1&2: Own Business Sites



Introduction of a new power supply infrastructure at the base and fuel cells to promote energy conservation

(Kumagaya Service Solution Center of FUJITSU FRONTECH LIMITED)

- In line with the renewal of the power receiving and transforming facilities, the uninterruptible power supply facilities were drastically overhauled and replaced with fuel cells.
- LNG is reformed to generate hydrogen, which reacts with oxygen to generate electricity.
 This is the first Fujitsu Group installation in Japan.
- 55% of the total electricity consumption at all sites is always shared from fuel cells.
 Reduce annual CO2 emissions by approximately 35%
- Measures as a self-effort
 - energy non-fossilization
 - Introduction of high-efficiency air conditioners and LED lighting

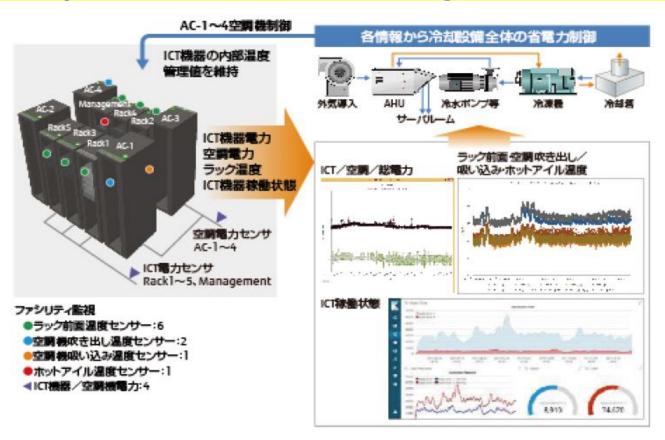


fuel cell body

Scope1&2: Energy Conservation Efforts at DC using AI and promoting Renewable Energy



- In addition to our efforts to optimize air conditioning equipment and optimize air flow by improving the installation environment, we will work to further optimize using AI.
- Promoting Renewable Energy: Joined the RE 100 Initiative in 2018
- "FUJITSU Hybrid IT Service FJcloud" using 100% Renewable Energy.



- JIT (Just In Time) modeling is used to predict the temperature and humidity after one hour based on the outside air environment and the temperature, humidity, and power data inside the server to control turning on and off of outside air cooling.
- 29% reduction in air-conditioning power consumption
- We will continue to expand the scope of control in the future.

Scope1,2,3: Sustainable Products



Environmental Labels (EPEAT*)



- Server: Silver
- PC(Monitor/Desktop/Notebook): Gold
- Join the Expert Ad-Hoc Groups and Technical Committee to discuss new rule-Making for sustainable requirements

Use of renewable energy at factory

- Shimane Fujitsu Co., Ltd., a notebook computer manufacturing factory
- Work to use renewable energy at our own factory
- Using SAF(Sustainable Aviation Fuel) from Japan to Europe.

*EPEAT: Electronic Products Environmental Assessment Tool

There are mandatory and optional requirements and of points earned. Rated 3(Gold/Silver/Bronze). US Governmental sustainable Procurement Standards for Governments, Municipalities, Universities, etc. in US, also is getting popular in Canada, Australia, and Europe.











Reduction of CO2 emissions through light weight and long battery life

- Reviewing materials and factories on a zero basis, achieving weight reduction, and enabling long battery life through energy-saving design
- Providing products that are <u>light in weight</u> and can be driven for long periods of time to save resources, <u>reduce CO2 emissions during</u> transportation, and save energy to customers

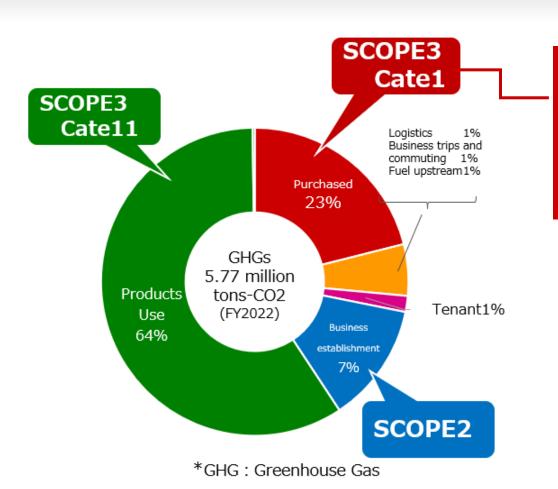




Fujitsu Server PRIMERGY CX2560 M7

Scope3 Category 1: Current actions





<u>Categoy1 = [The procurement volume]</u>

- x [Emissions per unit of purchase]
- →The results of supplier's efforts do not lead to the calculation of Scope 3 category 1 CO2 emissions from parts and materials.

We Joined the WBCSD PACT* Program in 2022.

*PACT (Partnership for Carbon Transparency)

WBCSD PACT's PACT Program Successfully launching world's first societal implementation







Aiming for net zero through visualization and data linkage of CO2 emissions throughout the entire supply chain

Background

- The CO2 emissions derived from suppliers (Scope 3 Category1) are primary calculated using the intensity derived from the purchase price. Even when products are procured from companies that are making an effort to reduce their emissions, there is no rule allowing the reduction in emissions to be reflected in the calculation.
- PCF (*1) calculations for each component based on a standardized method and data linkage among companies using a universal format is needed Standardization across all industries is a longstanding issue.
- Regarding the PCF calculations and data linkage technology specifications,
 WBCSD (*2) launched PACT (*3) is June of 2021. Fujitsu has participated in rulemaking discussions as a member of PACT since November 2022.
- *1: PCF : Product Carbon Footprint
- *2: WBCSD: The World Business Council for Sustainable Development
- *3: PACT (Partnership for Carbon Transparency)



WBCSD PACT* Implementation Program FUJITSU

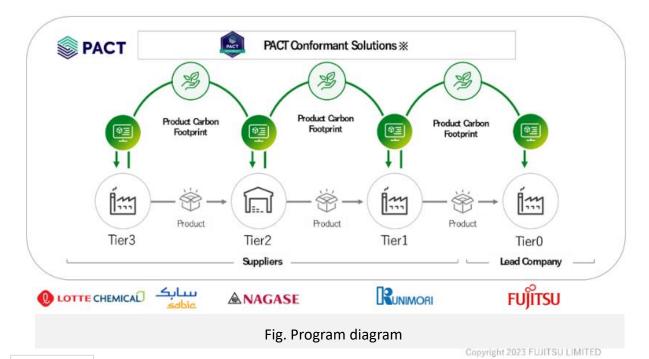
WBCSD's PACT pioneering supply chain CO2 visualization with successful participation in WBCSD PACT Implementation program



- •PRESS RELEASE on Sep-13th 2023
- ·Reported at New York Climate Week Scope3 Summit (Sep-19th)

Aiming for net-zero through visualization and data linkage of CO2 emissions

*PACT: Partnership for Carbon Transparency



PRESS RELEASE on Sep-13th 2023 ht

PRESS RELEASE on Sep-13th 2023 https://pr.fujitsu.com/jp/news/2023/09/13.html

- For Scope 3 Category 1 reductions, Fujitsu participated in the development phase for PACT technical specification rules.
- Enabled PACT- conformant solutions to exchange CO2 emissions data and calculate PCF* between realistic supply chains from Tier 0 to Tier 3 of Fujitsu's notebook PC enclosures.

*Product Carbon Footprint

- Target product : Fujitsu's Notebook PC(PC enclosures)
- Supplier levels: Upstream suppliers in the supply chain for Fujitsu's notebook manufacturing (Tier0:Fujitsu LTD. Tier1: KUNIMORI KAGAKU Co., Ltd. manufactured PC enclosures., Tier2: Nagase & Co., Ltd,
- Tier3: LOTTE CHEMICAL CORPORATION and SABIC's Specialties business which provided resin materials
- Data integration items : PCF data based on the Pathfinder Framework
- Solution: [Fujitsu Track and Trust], and [Zeroboard], which are PACT conformant solutions based on the Pathfinder Network

PACT conformant solution: ESG Management PF / Fujitsu Track and Trust







PACT conformant solution based on the Pathfinder Network, and to link actual data and calculate CO2 emissions in PCF(Product Carbon Footprint) across its notebook PC supply chain.





Sustainable Services ESG management



Realize optimal and evidence-based ESG management from both financial and non-financial perspectives to maximize corporate value.

Background

ΕL

 Sustainability Disclosure Regulation (CSRD*) took effect in 2023 Japan • Request for disclosure of climate change risks in line with TCFD* recommendations

• Some companies to be applyed in January 2025

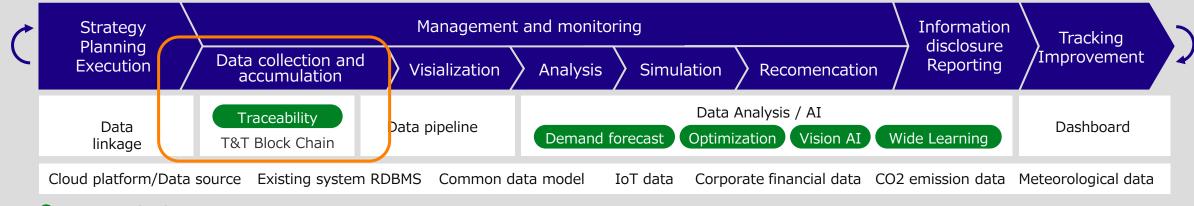


ESG Management Platform

Support management decision-making, leveraging Fujitsu in-house practices and industry know-how

- Automated simulation and scenario planning (digital rehearsal)
- Recommending and Reporting with generative AI
- Provide end-to-end services from consulting, data collection and visualization to information disclosure



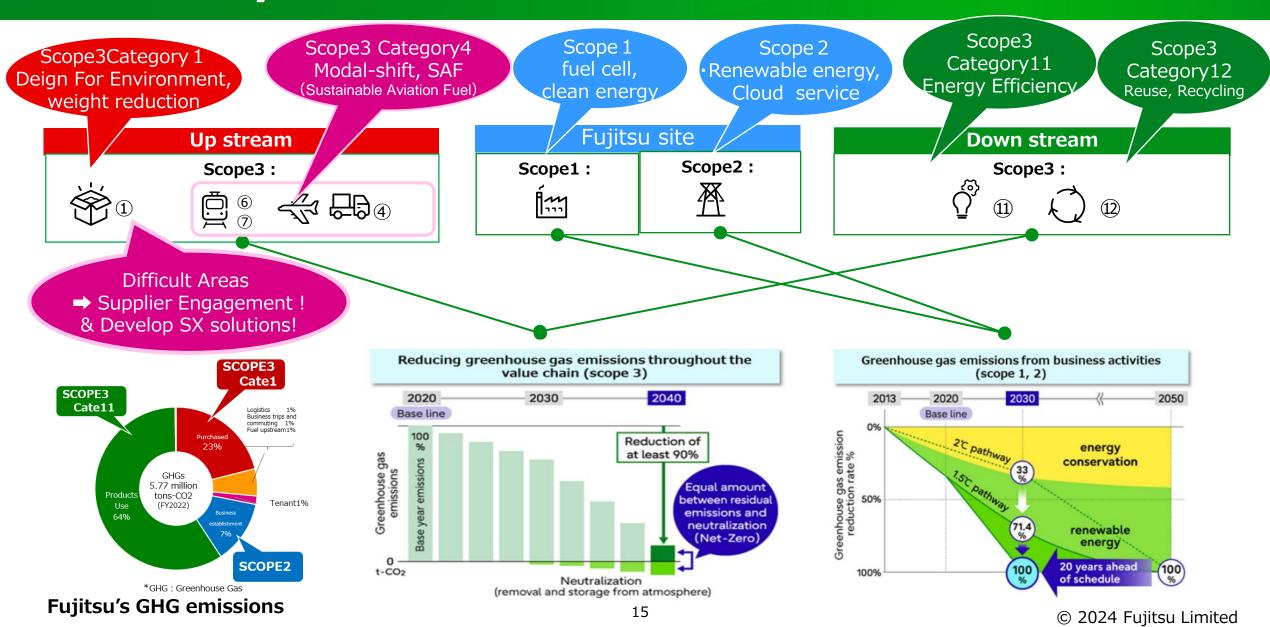


Fujitsu Technologies

Cf. Concept movie

Summary





Fujitsu UVance

Universal + Advance

"Advance all (Universal) things in a sustainable direction"

Our thoughts on Fujitsu Uvance:

Connecting Diverse Values with Trust
by providing flexibility to adapt to change,
Everyone can move forward toward their dreams.
We will create a sustainable world.



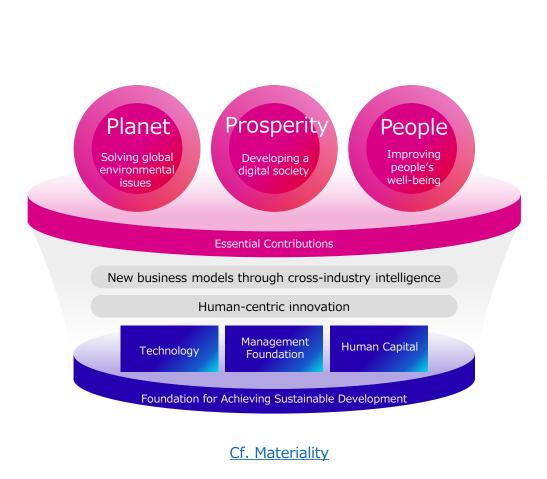


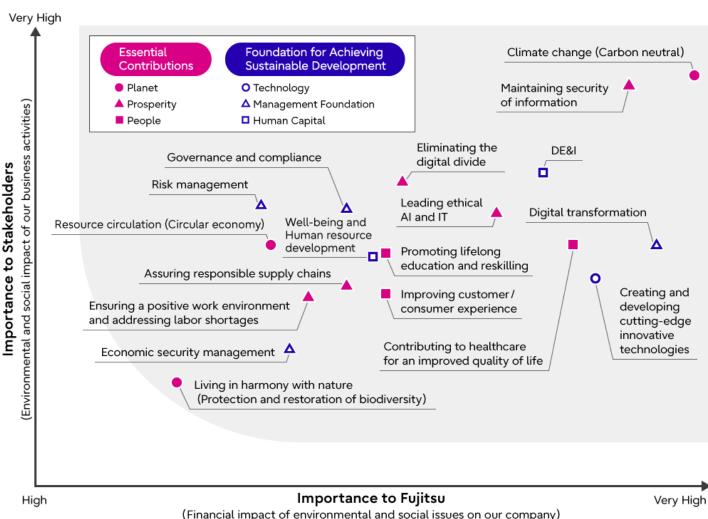


Fujitsu Group Materiality



Some examples of our top priority problems and solutions in perspective of sustainability.





Sustainable Products and Services



Social responsibility as a leading company in Sustainability Transformation (SX)

As a leading company in SX, Fujitsu Group is committed to reducing the environmental impact of its group companies, including those in the supply chain, and to expanding and enhancing the value it provides to customers and society through technology. We will work with our customers and partners to realize a sustainable future.

Outline of the Fujitsu Group Environmental Action Plan (Stage XI)

In order to resolve environmental and social issues, we have set eight targets in three global risks areas highlighted by the World Fconomic Forum:

- Climate Change
- Resource Circulation
- Living in Harmony with Nature

These are mapped against the two values of

- Customers and Society
- Fujitsu and Supply Chain

Fujitsu and Supply Chain Customers and Society **Business Field** Upstream Business Fujitsu's Business Areas Downstream Business Development and Suppliers' GHG Reduction of GHG By reducing power Climate Change reduction (Well consumption during provision of solutions emissions at business that contribute to SX Below 2 °C target) sites (1.5 °C target) product use Reduction of GHG Increase the use ratio emissions of renewable energy Enhancing suppliers' Resource Circulation Reduction of water To product resource awareness of water conservation and consumption resource recycling resource Improving resource conservation efficiency Goal of biodi Gaal Of Reducing negative impacts of corporate activities or Living in Harmony with Products Fujitsu Limited Nature Services

Cf. Environmental Action Plan