

October 1, 2021

For immediate release

## Notice that the Meiji Group has Adopted Internal Carbon Pricing

Meiji Holdings Co., Ltd. (CEO, President and Representative Director: Kazuo Kawamura) has adopted internal carbon pricing (ICP)\* for the Meiji Group's capital investments in energy-saving equipment and other equipment that contribute to reducing CO<sub>2</sub> emissions. An internal carbon price will be applied to estimate the cost of CO<sub>2</sub> emissions. We will use the calculated costs as one of the decision criteria for capital investment plans that entail an increase/decrease in CO<sub>2</sub> emissions.

\* ICP: A system of setting an internal charge on the amount of CO<sub>2</sub> emissions for creating economic incentives to reduce the emissions and promote climate change response.

### The Meiji Group's ICP system

- Internal carbon price: ¥5,000/t-CO<sub>2</sub>  
(ICP will be calculated using internal exchange rates for overseas facilities)
- Scope: Capital investment entailing an increase/decrease in CO<sub>2</sub> emissions
- Method of application: The costs of CO<sub>2</sub> emissions derived from the capital investment will be calculated using the internal carbon price. The calculated cost will be one of the decision criteria for investment under consideration.

To help realize decarbonization, the Meiji Group set the goal to achieve carbon neutral (net zero greenhouse gas emissions such as CO<sub>2</sub>) across our entire supply chain by 2050. Also, we endeavor to use 100% renewable energy in the Group's facilities by 2050.

Under the system, the Meiji Group will promote capital investment in equipment that will contribute to reducing CO<sub>2</sub> emissions and thereby, achieve the goals we set in our long-term environmental vision. Moreover, we will reduce the environmental impact generated from business activities. Thus, we will help maintain the ecosystem and strive to coexist in harmony with nature.

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