

Lion Sustainability Website2024 < PDF >



ReDesign

Make a difference in everyday lives by redesigning habits

Lion Sustainability Website PDF version: From January 1, 2023 to Present

Some parts also include information about activities conducted outside of the above periods.

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Management Message

- ✓ Message from Management
- Message from the Director Responsible for Sustainability

Make a difference in everyday lives by redesigning habits: ReDesign



(Left) Masazumi Kikukawa Representative Director, Chairman of the Board of Directors

(Right) Masayuki Takemori Representative Director, President and Executive Officer

Since Lion's founding in 1891, it has striven to help consumers realize health, comfort, cleanliness and hygiene in everyday living by redesigning habits and providing the various daily commodities necessary for such habits in line with its unchanging mission of "benefitting society through business activities."

In Northeast Asia, various challenges arising from aging populations, such as increasing medical costs, are becoming apparent, while in Southeast Asia, health and hygiene habits must be improved in accordance with the level of economic development. At the same time, dealing with global environmental problems cannot be put off any longer. In light of such rapid changes in the business environment and to precisely deal with diverse emerging social issues, continuously generate business value and contribute to society going forward.

Based on our purpose, "Make a difference in everyday lives by redesigning habits: ReDesign," we formulated a long-term strategic framework, Vision2030, aimed at achieving our management vision, "Becoming an advanced daily healthcare company."



Vision2030 Long-Term Strategic Framework

Under Vision2030, we are synergistically advancing growth strategies and initiatives that address our Sustainability Material Issues to create social and economic value and achieve sustainable corporate value enhancement. Of these, we have positioned "Creating Healthy Living Habits," which contributes to the realization of everyday happiness, and "Promoting Environmental Initiatives for a Sustainable Planet" as our top priority material issues, and we are investing management resources in these areas accordingly. Habits have great power. Daily chores take up the majority of our time, and by transforming this drudgery into positive experiences, or positive habits, we can increase the sum total of our happiness. Specifically, in 2019, we established the LION Eco Challenge 2050 environmental objectives. These objectives put into words our dedication to working in partnership with all stakeholders to realize a decarbonized, resource-circulating society. We believe that promoting a wide range of environmentally friendly habits and products that reduce environmental impact in the home is one effective way that Lion can contribute.

Going forward, we will continue to accelerate our growth strategies by leveraging our strengths of wide-ranging insight gleaned through the redesign of living habits as well as marketing and R&D capabilities based on consumer perspectives. By doing so, we will contribute to the achievement of the Sustainable Development Goals as well as to health, comfort, cleanliness and hygiene in everyday living and the realization of a sustainable society.

Masazumi Kikukawa

Representative Director,
Chairman of the Board of Directors

Masayuki Takemori

Representative Director,
President and Executive Officer

We aim to contribute to society and achieve further business growth through the creation of better habits by integrating sustainability into management strategy.



Kenjiro Kobayashi Director, Senior Executive Officer

Integrating Sustainability into Management Strategy

As the urgency of addressing global environmental and social issues rapidly escalates, society as a whole is engaging in various initiatives to build an inclusive, sustainable and resilient future for both people and the planet. The Lion Group needs to implement even more ambitious initiatives. We believe that addressing the issues that society faces will involve creating habits among consumers to reduce CO₂ emissions, save water and electricity, and promote healthy lifestyles. For example, according to the United Nations, on a consumption basis 65% of CO₂ emissions come from households, suggesting that households play a crucial role in achieving significant emission reductions.*1*2 The key is people's everyday habits. We strongly believe that significant change can be achieved through habits that help lower CO₂ emissions and promote everyday health.

Based on our purpose, "Make a difference in everyday lives by redesigning habits: ReDesign," we set out a management strategy to reinforce initiatives for Sustainability Material Issues and to synergistically advance our three growth strategies. We have identified the Sustainability Material Issues to address by 2030, outlining a roadmap for creating value in businesses in which the Lion Group has a competitive advantage and is fulfilling its responsibilities as a good corporate citizen. In particular, the Company have positioned "creating healthy living habits" and "promoting environmental initiatives for a sustainable planet" as top-priority material issues in which the Company must invest management resources to secure a competitive advantage. To incorporate these material issues into management and in turn our business activities, the Sustainability Promotion Council, which I chair, formulates sustainability strategies related to the environment, society, and governance, makes decisions on specific action plans, and monitors progress toward medium- to long-term goals. I will continue working to fulfill our purpose and leverage our uniqueness, while steering the Group toward sustainability in management to contribute to society and achieve further business growth through the creation of better habits.

Evolving and Expanding the Redesign of Living Habits to Grow Our Businesses and Help Resolve Social Issues

To create healthy living habits, one of our top-priority material issues, we are currently focusing on instilling habits that are directly linked to improved health, such as tooth brushing and hand washing. Our objective is to provide the 1 billion people in Japan and across Asia in the regions that the Lion Group serves with products, services and information that help to create healthy living. Going forward, we will accelerate efforts to achieve this objective by increasing collaboration with overseas Group companies. Moreover, in the field of oral health, an area of expertise for Lion, we have newly established the Oral Health Product Development Department to develop new products and services using IoT, AI, and other technologies, thus creating new markets and further increasing the scope of our business.

To promote environmental initiatives for a sustainable planet, we are collaborating with consumers in the creation of environmentally friendly habits. By proposing planet-friendly lifestyles, we contribute to the achievement of a decarbonized, resource-circulating society. In cooperation with local governments and other companies, we are developing recycling technologies and structuring collection systems for refill containers. We will continue to enhance these partnerships with the aim of integrating these technologies and systems into social infrastructure.



Creation of Social and Economic Value

In addition, we aim to create new business opportunities by providing experiences that allow people to create habits more enjoyably and proactively, as well as by taking a scientific approach to habits using digital technologies such as data processing to visualize changes in people's behavior.

Furthermore, the Lion Group needs to nurture employees who embody its purpose. In January 2023, we introduced a new personnel system for managers that incorporates a job-focused perspective, replacing the previous system that determined job titles based on seniority. Our goal is for each employee to map out a clear picture of how they should develop themselves to achieve their aspirations, thus increasing motivation on the job, increasing expertise, and maximizing the value they create.

Going forward, the Lion Group will continue to promote sustainability in management, leveraging its uniqueness while balancing the creation of social and economic value to improve corporate value.

Kenjiro Kobayashi

Director, Senior Executive Office

^{*1} United Nations Environment Programme (2020). *The Emissions Gap Report 2020.* Nairobi.

^{*2} Ivanova, D., Stadler, K., Steen-Olsen, K., Wood, R., Vita, G., Tukker, A. and Hertwich, E. G. Journal of Industrial Ecology, 20(3), 526-536 (2016)



Related Information



LION Scope: Special Feature

Habit formation is a perennial theme. Masazumi Kikukawa explains the importance of unconscious thought. [Japanese]





The Lion Group's Vision for 2030

Vision for 2030, based on Lion's Purpose



Lion's Sustainability

- → Basic Approach
 → Sustainability Management (Implementation Framework)
- ✓ Value Creation Process

Basic Approach

Upholding its founding spirit of "benefiting society through its business activities," Lion, in addition to pursuing economic development, has long considered its impact on the environment and society and worked to address related issues through its business activities.

At present, we are tackling key management issues to reduce risks and achieve our management vision for 2030 of "Becoming an advanced daily healthcare company." At the same time, we are practicing management driven by our purpose, "Make a difference in everyday lives by redesigning habits: ReDesign." Based on this purpose, the Lion Group will synergistically address its sustainability material issues and advance its three growth strategies in order to contribute to the realization of a sustainable society and achieve business growth.



What is Sustainability?

Lion focuses on sustainability for itself and for the world in terms of environmental, social, and economic factors. A sustainable company is one that considers not only economic development, but also social and environmental impacts as it implements ongoing business activities based on long-term strategy.

Contributing to the Achievement of the SDGs

The Sustainable Development Goals (SDGs) are a set of common goals for 2030 established by the United Nations (UN) aimed at the realization of a sustainable world.

The Lion Group's contribution will mainly be to the realization of SDG 3, "Ensure healthy lives and promote well-being for all at all ages," through its products and services. At the same time, by pursuing initiatives aimed at realizing the Vision 2030 long-term strategic framework, we will contribute to the creation of a sustainable world, the ultimate goal of the SDGs.



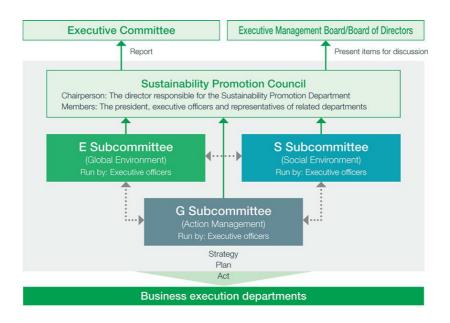


> Lion's SDG-Related Initiatives

Sustainability Management (Implementation Framework)

In order to promote sustainable management, until 2020 we held the Sustainability Promotion Meeting, comprising all executive directors, including the president, and related departments. In 2021, we revised the Sustainability Promotion Council, convening twice a year.

We have established the E, S and G subcommittees under the council, each headed by an executive officer, to promote and monitor initiatives for the Sustainability Material Issues. Decisions made by the council are shared with the Executive Committee and, as necessary, presented to and discussed by the Executive Management Board and the Board of Directors, before being reflected in the business activities of the business execution departments.



Expectations for Evolving Sustainability Management

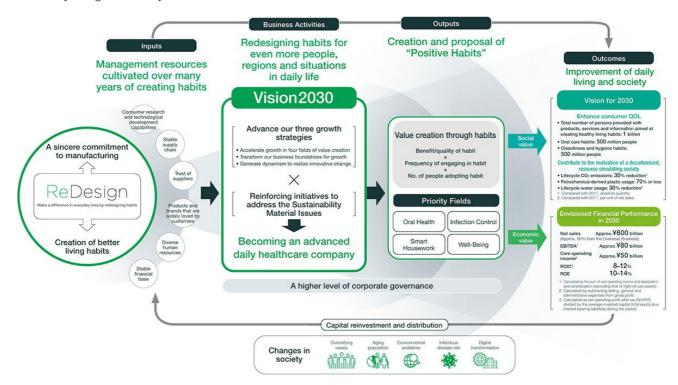
The Audit & Supervisory Board makes sustainability a priority theme each fiscal year. I have been working in the field of sustainability for many years. As such, I look at how issues related to the environment (E) as well as people and society (S) are decided upon in the Lion Group (i.e., governance (G)), including decisions by the Board of Directors. The Sustainability Promotion Council is an extremely important body as it gives specific instructions with regard to sustainability issues and demonstrates leadership in dealing with investments, risk and progress management, among other issues. The president, the director in charge of sustainability, directors responsible for other areas and executive officers in charge of operations are all driven by the same purpose. As they are serious about their work, conflict can sometimes arise. However, I am encouraged by the fact that the more often we meet, the more often we are able to come up with various innovative ideas. Going forward, there is urgent need to disclose non-financial information more effectively. This is due to the growing realization that addressing ESGrelated issues is directly connected to corporate value over the medium to long term. Our challenge will be to convey to society and the market what it is that Lion does and the ways in which it contributes to a sustainable society by redesigning habits.



Atsuko Suzuki External Audit & Supervisory Board Member

Value Creation Process

In fulfilling its purpose, Lion has built up a portfolio of management resources over many years of sincere dedication to manufacturing and redesigning habits for the better. To achieve our management vision for 2030, "Becoming an advanced daily healthcare company," we will create positive habits for even more people, regions and situations in daily life, with a focus on our four fields of value creation, which emphasize positive habits. Our aim is to increase corporate value by helping to make daily living and society better.



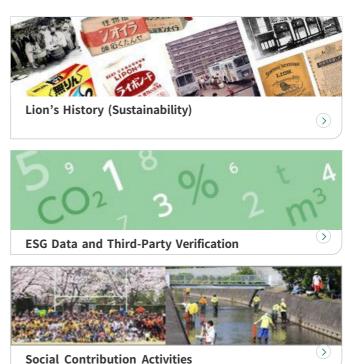


Non-profit

municipalities

Local communities

Stakeholder Engagement



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Sustainability Material Issues and Objectives for 2030

Identifying Material Issues

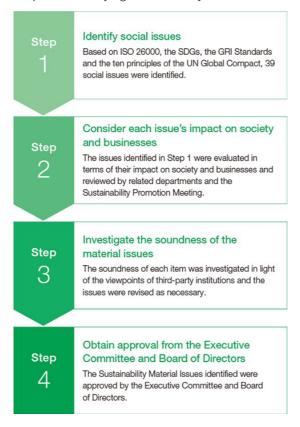
In 2020, the Lion Group applied the steps below to revise its list of Sustainability Material Issues to address over the coming decade in order to achieve its goals for 2030, including the realization of the management vision and contributing to the realization of the SDGs. These Sustainability Material Issues are relevant to both the Lion Group and society at large and, with the goal of helping to realize a healthy future for people and the planet, their choice was informed by broad business, environmental and social sustainability perspectives. In identifying these issues, we comprehensively considered the entire value chain and interests of Lion's stakeholders in order to understand the risks and opportunities each represents.

In particular, we have positioned "Creating Healthy Living Habits" and "Promoting Environmental Initiatives for a Sustainable Planet" as top priority material issues that we must invest management resources toward to secure a competitive advantage. In addition, we revised our objectives and other indicators in 2021 due to the COVID-19 pandemic and drastic changes in the social environment.



Our Approach to Identifying Sustainability Material Issues

Steps for Identifying Sustainability Material Issues



Risks and Opportunities Related to Sustainability Material Issues in the Value Chain

Lion has classified its Sustainability Material Issues as presenting either risks or opportunities based on considerations of the entire value chain and its stakeholders.



The Lion Group Sustainability Material Issues and Objectives for 2030

With an eye to achieving its management vision of "Becoming an advanced daily healthcare company" by 2030 and contributing to the Sustainable Development Goals (SDGs), a set of shared global goals for 2030, the Lion Group has established the Lion Group Sustainability Material Issues and objectives for 2030.

The Lion Group believes that it is crucial to take a longer-term perspective in order to ensure that it can continue to meet the needs of society and customers and grow its businesses. In 2021, in light of the COVID-19 pandemic and changes in the social environment, we revised our objectives and indicators. Aiming for a higher level of achievement, the 2030 objectives include quantitative indicators for evaluating our progress.

Taking an integrated approach that incorporates sustainability into management strategy, the Lion Group aims to contribute to the realization of a sustainable society and achieve further business growth.

Sustainability Material Issues and Objectives for 2030

For a summary version ideal for getting a general overview and suitable for printing, please use the PDF version. For more detailed information, please use the web version.

Reinforcing Initiatives to Address the Sustainability Material Issues

Risk Management

At the Lion Group, we have identified and are carefully managing sustainability-related risks that may seriously impact management as we work to achieve sustainable growth and fulfil our social responsibility by supplying products to our customers. Please see "Business Risks" on page 64 for specific risks and countermeasures.

Objectives and Indicators

Sustainability Material Issues, 2030 Objectives and Indicators, 2023 Results and Measures to 2030

We conducted activities toward achieving the 2030 objectives for each Sustainability Material Issue. We will continue to introduce further initiatives. Going forward, we will boost our efforts to manage and address these risks.

	Material Issues	Objectives	Indicators (2030)	Progress (2023 Results)	Globally Common Measures to 2030
	Tracerial 155uc5	Reduce CO2 emissions throughout business activities.	• CO2 emissions throughout business activities ⇒Down 55% compared with 2017 levels (Absolute quantity)	Down 39% compared with 2017 (Figure after deducting purchases of carbon credits. 29% reduction if not deducted.)	Reduce energy usage through energy-saving activities. Purchase electricity generated by renewable energy sources
		Reduce CO2 emissions throughout product lifecycles.	• CO2 emissions throughout product lifecycles ⇒Down 30% compared with 2017 levels (Absolute quantity)	• Up 3% compared with 2017	Reduce household CO2 emissions from product use through the provision of environmentally friendly products and services and the promotion of environmentally friendly habits. Reduce CO2 emissions at the stage of procurement through supplier engagement and the purchase of raw materials that generate low CO2 emissions.
E	Promoting Environmental Initiatives for a Sustainable Planet	Achieve a CO2 emissions reduction effect in excess of Lion's own emissions to help society become carbon negative.	Contribute to a CO2 emission reduction effect in excess of Lion's own emissions (Japan)	Plan to formulate actions and KPIs and verify their effectiveness	Reduce society's overall CO2 emissions through collaboration with other industry actors and companies. Reduce household CO2 emissions through provision of environmentally friendly products and services.
	Link	Actively promote the 3Rs (reduce, reuse, recycle) and renewable resource activities.	• Petrochemical-derived plastic use rate ⇒70% or less	• 96% (Japan) Rate of containers and other packaging using sustainable materials: 3.9%	Reduce usage of petrochemical-derived materials through the increased use of recycled plastic and biomass materials in products, containers and packaging. Continuously promote reduced use and reuse of plastic in products, containers and packaging.
	nes	Reduce water usage throughout product lifecycles.	Water usage throughout product lifecycles ⇒Down 30% compared with 2017 levels (Per unit of net sales)	• Down 13% compared with 2017	Reduce water usage by consumers through the provision of water-saving products
o Top-Priority Material Issues	Creating Healthy Living Habits Prome estable cleant habits bacter entering all asp so tha	Provide opportunities for everyone to practice oral care whenever necessary and foster oral care habits to promote health for all.	• Total number of persons provided with products, services and information aimed at creating healthy living habits ⇒1 billion (Oral care habits: 500 million people, Cleanliness and hygiene habits: 500 million people)	Oral care habits: 310 million* Spreading Awareness of Preventive Dentistry Habits (Japan) • Began services supporting the oral care habits of corporate customers and children (Okuchi Plus You and Okuchi-iku) (Overseas) • Conducted educational and awareness activities to promote the formation of good tooth brushing habits among kindergarten and elementary school children (implemented preventive dentistry habits) Putting Preventive Dentistry Habits into Practice (Japan) • Promoted greater frequency of tooth brushing	Increase range of products and services that promote the creation of better oral care habits. Reinforce educational and awareness activities aimed at establishing preventive dentistry and better oral care habits. Promote activities to address personal and social challenges through oral care. (Inclusive Oral Care)
		Promote the establishment of cleanliness and hygiene habits that prevent bacteria and viruses from entering the body across all aspects of daily living, so that everyone can stay healthy.		37% of population brushed teeth after lunch (target for 2030: 50%) • Promoted greater use of products other than toothpastes and toothbrushes 38% of population used dental floss products (target for 2030: 50%) * Source: Lion survey	
		- -		Cleanliness and hygiene habits: 170 million* Promoting and Establishing Cleanliness and Hygiene Habits through Educational Institutions (Lion Group) Conducted educational and awareness activities at preschools, kindergartens and elementary schools to promote hand washing habits Conducted hygiene educational and awareness activities through JICA in Bangladesh Conducted the My Bottle Sticker Drawing Contest (Expanded activities in the domain of establishing cleanliness and hygiene habits) (Japan) Conducted the Replay Project for Cleanliness and the My Bottle Campaign Source: Lion survey	Provide products and services that support the establishment of hand cleanliness and hygiene habits in daily living. Provide new customer experiences in all aspects of daily living through the provision of products and services that protect customers from bacteria and viruses. Implement educational and awareness activities to establish cleanliness and hygiene habits in all aspects of daily living.

Material Issues	Objectives	Indicators (2030)	Progress (2023 Results)	Globally Common Measures to 2030
Promoting Diversity and Inclusion	Enable human resources with diverse values and ideas to fully express their individuality and abilities and succeed professionally.	Ratio of women in management 30% or more Employees who feel that employees with diverse values are able to succeed professionally ⇒80% or more	Ratio of women in management: 24% Employees who feel so: 56% (Japan)	Provide opportunities for employees to deepen their understanding of diverse values. Create systems and mechanisms for diverse human resources to succeed professionally.
Promoting Work-Life Enrichment	Create an environment that helps employees fulfill their ambitions through synergy between work and private life.	• Employees who feel that life outside of work (role at home and activities outside the office) has a positive impact on work ⇒75% or more	• 54% (Japan)	Create an environment that enables employees to fulfill their life ambitions and achieve their ideal lifestyles.
Developing Human Resources Link	Foster human resources who generate dynamism to realize innovative change by creating environments that enable all employees to exercise their diverse abilities to the fullest and embrace challenges.	Employees who are using diverse educational programs (Lion Career Village) for individualized skill acquisition and ability development ⇒100%	•57%	Introduce e-learning system and curriculum that meet the needs of overseas Group companies. Create mechanisms that will be used to provide content for learning opportunities on an ongoing basis.
Improving Employee Health Link	Support mental and physical healthcare for employees to reinforce Group human resources and achieve sustainable corporate growth.	Employees getting dental checkups ⇒100% Absenteeism ⇒Improve from the 2021 level	Employees getting dental checkups: 90% (Japan) Note: Calculation method under consideration overseas Absenteeism: 0.9% (Lion Corporation in Japan (Slightly up from 2021) Note: Calculation method under consideration overseas	Use a self-administered daily oral care program and regular dental checkups to create an environment that enables all employees to implement a PDCA cycle and to provide information and learning opportunities regarding oral self-care. Provide opportunities for management to learn about checking the mental health of subordinates and for all employees to learn about caring for their own mental health. Improve health literacy by providing information that helps employees understand their own health conditions and future risks, as well as what preventative actions to take in their daily lives.
Enhancing the Occupational Safety Management System	Enhance systems to ensure compliance with occupational safety and health laws and regulations and to enforce safety awareness thoroughly for the safety and peace of mind of employees and outside partners working on site.	Participation in safety education and training ⇒Implement as planned (100%) at work sites Compliance with occupational safety and health laws and regulations Serious accidents and incidents ⇒Zero	Participation in training: 100% as planned Serious accidents and incidents: Zero	Provide opportunities to learn about safety and disaster prevention, and implement activities to promote understanding of basic safety activities. Build mechanisms for exchanging safety information, and proactively disclose information on levels of workplace safety based on the management of records of occupational accident frequency.
Respecting Human Rights Link	Ensure respect for the human rights of all stakeholders affected by Group business activities, in line with the LION Human Rights Policy.	Human rights due diligence implementation for material human rights issues ⇒100%	Human rights due diligence implementation Lion Group: 100% Suppliers: 87%	Build a mechanism for addressing human rights issues. Identify material human rights risks and verify how those affected are negatively impacted. Execute and monitor measures for addressing human rights risks that have been identified. Proactively disclose status of response to human rights due diligence implementation
Building Responsible Supply Chain Management Link	Implement sustainable procurement with zero tolerance for human rights and labor problems (including child labor and forced labor) or environmental destruction in line with the Sustainable Material Procurement Policy and Lion Group Supplier CSR Guidelines.	Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) ⇒100% Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) from suppliers that support efforts aimed at zero deforestation ⇒100%	Ratio of certified raw materials procurement Japan: Certified paper and pulp: 75% (item ratio) Certified palm oil and palm kernel oil derivatives: 99% (based on key raw materials) Lion Group: Certified paper and pulp: 20% (item ratio) Certified palm oil and palm kernel oil derivatives: 51% (based on key raw materials) Ratio of suppliers supporting zero deforestation Japan: 54%, Lion Group: 41%	Create and promote a sustainable procurement system in cooperation with suppliers
Pursuing Customer Satisfaction and Trust Link	Promote and reinforce customer-oriented business activities by improving customer support quality and the value of products and services.	Reflection of customer opinions in all products and services so that customers will continue to choose them	Shared International VOC Report (Overseas, June and December 2023) Conducted two sessions of training to deal with online controversy and backlash (Japan, June 2023) Commenced active communication via social media (Japan, October 2023)	Evolve the activities of customer response departments by steadily promoting three steps: Understand the current situation, formulate plans, and promote activities Create an environment for improving customer relationships and expanding the range of problem resolution methods. Create and implement a system for reflecting customer feedback in products and services.

	Material Issues	Objectives	Indicators (2030)	Progress (2023 Results)	Globally Common Measures to 2030
G	Promoting Risk Management Link	Build a comprehensive and exhaustive risk management system for identifying and quickly and appropriately dealing with risks to achieve sustainable corporate growth.	Disclosure of the results of monitoring significant business risks and progress in implementing reduction measures At least once a year	Disclosed once	Build and raise awareness of a management system that includes overseas Group companies. Use a consistent format for investigating risks and implement countermeasures. Share information on progress of response through reports to the Board of Directors once a year.
	Reinforcing Compliance Link	Reinforce effective initiatives to instill compliance awareness and thus earn and maintain the trust of society.	Participation in compliance education and training Implement as planned (100%) at work sites Serious compliance violations ⇒Zero	Participation in training: 100% as planned Serious compliance violations: Zero	Build and enhance a compliance system that includes overseas Group companies. Further inculcate compliance through ongoing implementation of management and employee training and questionnaires, etc. Improve Group-wide risk perception and accelerate risk response by designating compliance managers at overseas Group companies and building a global hotline.
	Enhancing Governance Link	Build a sound, fair, transparent and highly effective governance system to enable sustainable corporate value enhancement.	Disclosure of the results of the establishment and operation of the internal control system ⇒At least once a year Improvement in evaluations from external organizations ⇒Continuously improve from 2020 onward	Disclosed once Continued activities to maintain or improve evaluation compared with 2022	Evaluate and disclose results of the operation of the current internal control system. Clarify status of establishment of internal control systems at overseas Group companies and evaluate their operation. Continuously and proactively disclose governance-related non-financial information.

Sustainability Material Issues, 2030 Objectives and Indicators, 2023 Results and Measures to 2030

- ▼ 1. Promoting Environmental Initiatives for a Sustainable Planet
 ▼ 2. Creating Healthy Living Habits
- 3. Promoting Diversity and Inclusion
 4. Promoting Work-Life Enrichment
- ▼ 5. Developing Human Resources
 ▼ 6. Improving Employee Health
- ▼ 7. Enhancing the Occupational Safety Management System
 ▼ 8. Respecting Human Rights
- ▼ 9. Building Responsible Supply Chain Management
 ▼ 10. Pursuing Customer Satisfaction and Trust
- ▼ 11. Promoting Risk Management ▼ 12. Reinforcing Compliance ▼ 13. Enhancing Governance

Promoting Environmental Initiatives for a Sustainable Planet

Material Issue 1

Environment

Top-Priority Material Issues

















Objectives

- Reduce CO₂ emissions throughout business activities.
- 2 Reduce CO₂ emissions throughout product lifecycles.
- 3 Achieve a CO₂ emissions reduction effect in excess of Lion's own emissions to help society become carbon negative.
- 4 Actively promote the 3Rs (reduce, reuse, recycle) and renewable activities.
- 5 Reduce water usage throughout product lifecycles.

1 Objectives

Reduce CO₂ emissions throughout business activities.

Indicators (2030)	CO₂ emissions throughout business activities ⇒Down 55% compared with 2017 levels (Absolute quantity)
Progress (2023 results)	Down 39% compared with 2017 (Figure after deducting purchases of carbon credits. 29% reduction if not deducted.)
Globally Common Measures to 2030	Reduce energy usage through energy-saving activities.
10 2030	Purchase electricity generated by renewable energy sources.





- > Together with the Environment
- > Reduce CO₂ Emissions throughout Business Activities
- > ESG Data



Reduce CO₂ emissions throughout product lifecycles.

Indicators (2030)	CO₂ emissions throughout product lifecycles ⇒Down 30% compared with 2017 levels (Absolute quantity)
Progress (2023 results)	• Up 3% compared with 2017
Globally Common Measures	• Reduce household CO ₂ emissions from product use through the provision of environmentally friendly products and services and the promotion of environmentally friendly habits.
to 2030	• Reduce CO ₂ emissions at the stage of procurement through supplier engagement and the purchase of raw materials that generate low CO ₂ emissions.





9 Details

- > Together with the Environment
- > Reduce CO₂ Emissions throughout Business Activities
- > ESG Data



3 Objectives

Achieve a CO₂ emissions reduction effect in excess of Lion's own emissions to help society become carbon negative.

Indicators (2030)	Contribute to a CO ₂ emission reduction effect in excess of Lion's own emissions (Japan)
Progress (2023 results)	Plan to formulate actions and KPIs and verify their effectiveness
Globally Common Measures	• Reduce society's overall CO₂ emissions through collaboration with other industry actors and companies.
to 2030	• Reduce household CO ₂ emissions through provision of environmentally friendly products and services.





- > Together with the Environment
- > Reduce CO₂ Emissions throughout Business Activities
- > ESG Data



Actively promote the 3Rs (reduce, reuse, recycle) and renewable resource activities.

Indicators (2030)	Petrochemical-derived plastic use rate⇒70% or less
Progress (2023 results)	• 96% (Japan) Rate of containers and other packaging using sustainable materials: 3.9%
Globally Common Measures	Reduce usage of petrochemical-derived materials through the increased use of recycled plastic and biomass materials in products, containers and packaging.
to 2030	Continuously promote reduced use and reuse of plastic in products, containers and packaging.





S Details

- > Together with the Environment
- > Recycling Resources
- > ESG Data



5 Objectives

Reduce water usage throughout product lifecycles

Indicators (2030)	Water usage throughout product lifecycles ⇒Down 30% compared with 2017 levels (Per unit of net sales)
Progress (2023 results)	Down 13% compared with 2017
Globally Common Measures to 2030	Reduce water usage by consumers through the provision of water-saving products.





- > Together with the Environment
- > Reducing Water Use
- > ESG Data

Creating Healthy Living Habits

Material Issue 2

Health

Top-Priority Material Issues









Objectives

- 1 Provide opportunities for everyone to practice oral care whenever necessary and foster oral care habits to promote health for all.
- 2 Promote the establishment of cleanness and hygienic habits that prevent bacteria and viruses from entering the body across all aspects of daily living, so that everyone can stay healthy.





1 Objectives

Provide opportunities for everyone to practice oral care whenever necessary and foster oral care habits to promote health for all.

	Total number of persons provided with products, services and
Indicators (2030)	information aimed at creating healthy living habits
	⇒500 million
	Oral care habits: 310 million*
	Spreading Awareness of Preventive Dentistry Habits
	Japan:
	Began services supporting the oral care habits of corporate customers and children (<i>Okuchi Plus You</i> and <i>Okuchi-iku</i>)
	Overseas:
	Conducted educational and awareness activities to promote the
Progress	formation of good tooth brushing habits among kindergarten and
(2023 results)	elementary school children (implemented preventive dentistry habits)
	Putting Preventive Dentistry Habits into Practice
	Japan:
	Promoted greater frequency of tooth brushing
	37% of population brushed teeth after lunch (target for 2030: 50%)
	Promoted greater use of products other than toothpastes and toothbrushes
	38% of population used dental floss products (target for 2030: 50%)
	*Source: Lion survey
	 Increase range of products and services that promote the creation of better oral care habits.
Globally Common Measures to 2030	Reinforce educational and awareness activities aimed at establishing preventive dentistry and better oral care habits.
	Promote activities to address personal and social challenges through oral care(Inclusive Oral Care).



- > Creating Healthy Living Habits
- > Initiatives to Establish Oral Care Habits



Promote the establishment of cleanliness and hygiene habits that prevent bacteria and viruses from entering the body across all aspects of daily living, so that everyone can stay healthy.

Indicators (2030)	Total number of persons provided with products, services and information aimed at creating healthy living habits ⇒500 million
Progress (2023 results)	Cleanliness and good hygiene habits: 170 million* Promoting and Establishing Cleanliness and Hygiene Habits through Educational Institutions Lion Group: Conducted educational and awareness activities at preschools, kindergartens and elementary schools to promote hand washing habits Conducted hygiene educational and awareness activities through JICA in Bangladesh Conducted the My Bottle Sticker Drawing Contest (Expanded activities in the domain of establishing cleanliness and hygiene habits) Japan: Conducted the Replay Project for Cleanliness and the My Bottle Campaign *Source: Lion survey
Globally Common Measures to 2030	 Provide products and services that support the establishment of hand cleanliness and hygiene habits in daily living. Provide new customer experiences in all aspects of daily living through the provision of products and services that protect customers from bacteria and viruses. Implement educational and awareness activities to establish cleanliness and hygiene habits in all aspects of daily living.





- > Creating Healthy Living Habits
- > Initiatives to Establish Cleanliness and Hygiene Habits

Promoting Diversity and Inclusion

Material Issue 3

Emplyoee







Objective

Enable human resources with diverse values and Ideas to fully express their individuality and abilities and succeed professionally.

	• Ratio of women in management ⇒ 30% or more
Indicators (2030)	• Employees who feel that employees with diverse values are able to succeed professionally ⇒ 80% or more
Progress	Ratio of women in management: 24%
(2023 results)	Employees who feel so: 56% (Japan)
Globally Common Measures	Provide opportunities for employees to deepen their understanding of diverse values.
to 2030	 Create systems and mechanisms for diverse human resources to succeed professionally.





9 Details

- > Together with Employees
- > Promoting Diversity and Inclusion
- > ESG Data

Promoting Work-Life Enrichment

Material Issue 4

Emplyoee





Objective

Create an environment that helps employees fulfill their ambitions through synergy between work and private life.

Indicators (2030)	Employees who feel that life outside of work (role at home and activities outside the office) has a positive impact on work \Rightarrow 75% or more
Progress (2023 results)	54% (Japan)
Globally Common Measures to 2030	Create an environment that enables employees to fulfill their life ambitions and achieve their ideal lifestyles.





S Details

- > Together with Employees
- > Promoting Work-Life Enrichment
- > ESG Data

Developing Human Resources

Material Issue 5

Emplyoee







Objective

Foster human resources who generate dynamism to realize innovative change by creating environments that enable all employees to exercise their diverse abilities to the fullest and embrace challenges.

Indicators (2030)	Employees who are using diverse educational programs (Lion Career Village) for individualized skill acquisition and ability development⇒100%	
Progress (2023 results)	57%	
Globally Common Measures	Introduce e-learning system and curriculum that meet the needs of overseas Group companies.	
to 2030	Create mechanisms that will be used to provide content for learning opportunities on an ongoing basis.	





9 Details

- > Together with Employees
- > Developing Human Resources
- > ESG Data

Improving Employee Health

Material Issue 6

Emplyoee







Objective

Support mental and physical healthcare for employees to reinforce Group human resources and achieve sustainable corporate growth.

Indicators (2030)	 Employees getting dental checkups ⇒100% Absenteeism ⇒Improve from the 2021 level
Progress (2023 results)	Employees getting dental checkups: 90% (Japan) Note: Calculation method under consideration (overseas)
	Absenteeism: 0.9% (Lion Corporation in Japan (Slightly up from 2021) Note: Calculation method under consideration (overseas)
Globally Common Measures to 2030	Use a self-administered daily oral care program and regular dental checkups to create an environment that enables all employees to implement a PDCA cycle and to provide information and learning opportunities regarding oral self-care.
	Provide opportunities for management to learn about checking the mental health of subordinates and for all employees to learn about caring for their own mental health.
	Improve health literacy by providing information that helps employees understand their own health conditions and future risks, as well as what preventative actions to take in their daily lives.



- 9
- **Details**
- > Together with Employees
- > Improving Employee Health
- > ESG Data

Enhancing the Occupational Safety Management System

Material Issue 7

Emplyoee





Objective

Enhance systems to ensure compliance with occupational safety and health laws and regulations and to enforce safety awareness thoroughly for the safety and peace of mind of employees and outside partners working on site.

Indicators (2030)	• Participation in safety education and training ⇒Implement as planned (100%) at work sites	
	 Compliance with occupational safety and health laws and regulations Serious accidents and incidents ⇒Zero 	
Progress	Participation in training: 100% as planned	
(2023 results)	Serious accidents and incidents: Zero	
Globally Common Measures to 2030	 Provide opportunities to learn about safety and disaster prevention, and implement activities to promote understanding of basic safety activities. 	
	Build mechanisms for exchanging safety information, and proactively disclose information on levels of workplace safety based on the management of records of occupational accident frequency.	





- > Together with Employees
- > Enhancing the Occupational Safety Management System

Respecting Human Rights

Material Issue 8

Human Rights











Objective

Ensure respect for the human rights of all stakeholders affected by Group business activities, in line with the LION Human Rights Policy

Indicators (2030)	Human rights due diligence implementation for material human rights issues ⇒100%
Progress (2023 results)	Human rights due diligence implementation Lion Group: 100% Suppliers: 87%
Globally Common Measures to 2030	 Build a mechanism for addressing human rights issues. Identify material human rights risks and verify how those affected are negatively impacted.
	 Execute and monitor measures for addressing human rights risks that have been identified. Proactively disclose status of response to human rights due diligence implementation.





- > Respect for Human Rights
- > Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)

Building Responsible Supply Chain Management

Material Issue 9

Supply Chain



Objective

Implement sustainable procurement with zero tolerance for human rights and labor problems (including child labor and forced labor) or environmental destruction in line with the Sustainable Material Procurement Policy and Lion Group Supplier CSR Guidelines.

Indicators (2030)	• Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) ⇒100%		
	• Procurement of third-party certified paper and pulp (FSC, PEFC, etc.) and palm oil, palm kernel oil and their derivatives (RSPO, etc.) from suppliers that support efforts aimed at zero deforestation ⇒100%		
	Ratio of certified raw materials procurement		
Progress (2023 results)	Japan:	Certified paper and pulp: 75% (item ratio) Certified palm oil and palm kernel oil derivatives: 99% (based on key raw materials)	
	Lion Group:	Certified paper and pulp: 20% (item ratio) Certified palm oil and palm kernel oil derivatives: 51% (based on key raw materials)	
	Ratio of suppliers supporting zero deforestation		
	Japan:	54%	
	Lion Group:	41%	
Globally Common Measures to 2030	Create and pro	mote a sustainable procurement system in cooperation	





S Details

- > Together with Supply Chains
- > Aiming for Sustainable Raw Material Procurement
- > ESG Data

Pursuing Customer Satisfaction and Trust

Material Issue 10

Customer







Objective

Promote and reinforce customer-oriented business activities by improving customer support quality and the value of products and services.

Indicators (2030)	Reflection of customer opinions in all products and services so that customers will continue to choose them
Progress (2023 results)	Shared <i>International VOC Report</i> (Overseas, June and December 2023)
	Conducted two sessions of training to deal with online controversy and backlash (Japan, June 2023)
	Commenced active communication via social media (Japan, October 2023)
Globally Common Measures to 2030	Evolve the activities of customer response departments by steadily promoting three steps: Understand the current situation, formulate plans, and promote activities
	Create an environment for improving customer relationships and expanding the range of problem resolution methods.
	Create and implement a system for reflecting customer feedback in products and services.





Details

- > Ensuring Product Safety and Reliability
- > Initiatives to Respond to Our Customers

Promoting Risk Management

Material Issue 11

Governance





Objective

Build a comprehensive and exhaustive risk management system for identifying and quickly and appropriately dealing with risks to achieve sustainable corporate growth.

Indicators (2030)	Disclosure of the results of monitoring significant business risks and progress in implementing reduction measures ⇒At least once a year	
Progress (2023 results)	Disclosed once	
Globally Common Measures to 2030	Build and raise awareness of a management system that includes overseas Group companies.	
	Use a consistent format for investigating risks and implement countermeasures.	
	Share information on progress of response through reports to the Board of Directors once a year.	





Reinforcing Compliance

Material Issue 12

Governance







Objective

Reinforce effective initiatives to instill compliance awareness and thus earn and maintain the trust of society.

Indicators (2030)	• Participation in compliance education and training ⇒Implement as planned (100%) at work sites
	• Serious compliance violations ⇒Zero
Progress	Participation in training: 100% as planned
(2023 results)	Serious compliance violations: Zero
Globally Common Measures to 2030	Build and enhance a compliance system that includes overseas Group companies.
	Further inculcate compliance through ongoing implementation of management and employee training and questionnaires, etc.
	 Improve Group-wide risk perception and accelerate risk response by designating compliance managers at overseas Group companies and building a global hotline.





9 Details

- **>** Compliance
- > ESG Data

Enhancing Governance

Material Issue 13

Governance



Build a sound, fair, transparent and highly effective governance system to enable sustainable corporate value enhancement.

Indicators (2030)	Disclosure of the results of the establishment and operation of the internal control system ⇒At least once a year
	• Improvement in evaluations from external organizations ⇒Continuously improve from the 2020 onward
Progress (2023 results)	Disclosed once
	Continued activities to maintain or improve evaluation compared with 2022
	Evaluate and disclose results of the operation of the current internal control system.
Globally Common Measures to 2030	Clarify status of establishment of internal control systems at overseas Group companies and evaluate their operation.
	Continuously and proactively disclose governance-related non- financial information.





S Details

Together with the Environment

Sustainability Material Issues 1 Promoting Environmental Initiatives for a Sustainable Planet



Basic Approach

We at the Lion Group believe it is our solemn responsibility to provide excellent customer experiences in the areas of health, comfort and cleanliness while protecting the global environment—the foundation of health and daily living—in accordance with our aim of "Becoming an advanced daily healthcare company."

We have strived to realize a sustainable planet while working to achieve the targets of Eco Vision 2020.

From 2021, we will strive to achieve LION Eco Challenge 2050, a set of long-term environmental objectives formulated in 2019. Going forward, the Group will ambitiously work toward the realization of a decarbonized, resource-circulating society.

Lion's Commitment to the Environment

In line with the corporate slogan, "life.love." we have written "Lion and the Environment" to encapsulate our commitment to the environment, expressing our aim of reducing environmental burden not only through our business activities, but through our products as well, while making every day brighter for each individual.

Lion and the Environment

Making daily life more pleasant should also mean caring for the environment.

Each everyday activity can do good things for our planet.

That's Lion's eco-philosophy. It's why we make environment-friendly products that fit right into your lifestyle.

For example, we use renewable plant-derived carbon-neutral ingredients.

And we help you conserve water resources with our water-saving products while protecting the water environment.

So, day by day, without even thinking about it, you help keep our planet healthy.

It's an eco-lifestyle for everyday life.

That's Lion's promise to you and the Earth.

> "Every Day. For the Earth" pamphlet [Japanese] of (5.02MB)

Approach / Management / Targets and Achievements

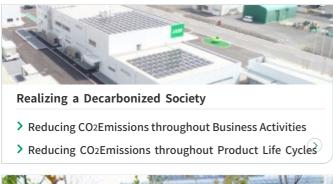








Initiatives

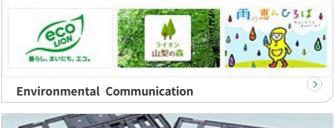














Creating Healthy Living Habits

Sustainability Material Issue 2 Creating Healthy Living Habits



Basic Approach

The Lion Group plays an important role in society as a provider of daily necessities and services, and we believe that the starting point for value creation is the establishment of lifestyle habits directly related to health, such as brushing teeth and washing hands. Our purpose is "Make a difference in everyday lives by redesigning habits: ReDesign." Based on this purpose, by providing healthy living habits to the 1 billion people in our business areas, we will seek to contribute to better everyday lives and expand our businesses.



The Lion Group's initiatives leading up to 2030

Initiatives





Lion's Environmentally Friendly Products

- ▼ Environmentally Friendly Products for Everyday Living
- Lion's Focus

About Lion's Environmentally Friendly Products

Lion considers products that have cleared the proprietary Lion eco-standard to be environmentally friendly. Lion provides products that create effortless ways for consumers to be more environmentally friendly just by living comfortably and promotes the formation of environmentally friendly habits by engaging in interactive communication with consumers.





Environmentally Friendly Products for Everyday Living



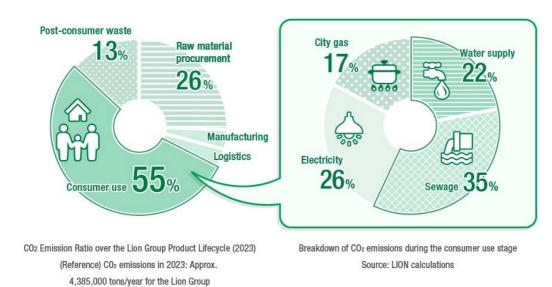
Lion offers a lineup of products that lead to eco-friendly habits in a variety of everyday life situations.

> Products with the "eco LION" mark [Japanese]

Lion's Focus

Water-saving products

Relationship between water use and CO₂ emissions



For the Lion Group, within the product lifecycle, the highest CO₂ emission ratio is found at the consumer use stage as illustrated in the graph on the left.

Further, because water use and sewage account for more than half of these CO_2 emissions, as shown in the graph on the right, water conservation would constitute a practical and eco-friendly measure that could reduce CO_2 emissions and help in the fight against climate change.

A product that enables one-rinse washing in order to save water is good on a personal and environmental level.



By changing your washing machine's rinse frequency setting



The water-saving effects of one-rinse washing



- *1 Calculated based on the average volume of laundry in a two-adult or more household (approx. 310 loads/year) and the average volume of water used for a 3 kg load washed on a standard course in a typical top-loading washing machine from one of four major manufacturers (approximately 123 L/load for two-rinse washing and approx. 87 L/load for one-rinse washing). (According to Lion's research).
- *2 Calculated based on the assumption that 200 liters of water is used daily.



- "3 Calculated based on the estimated total number of laundry loads processed by all households across Japan (approximately 14.68 million loads/year) and the average volume of water consumed when washing a 3 kg load on a standard course in a typical top-loading washing machine from one of four major manufacturers (approximately 123 L/load for two-rinse washing and 87 L/load for one-rinse washing). (According to Lion's research).
- *4 Calculated based on the total capacity of the Kurobe Dam reservoir (approx. 200 million m³).

NANOX one saves water and prolongs the life of clothes.



Eco-friendly habits benefiting both the earth and the family budget through water- and energy-saving washing.





Newly formulated with high-performance surfactant and high-performance enzymes to achieve high detergency effective against even stubborn stains!



New deodorizing agent* suppresses unpleasant washing machine odors.

*Only NANOX one for Odors and NANOX one PRO



Prevents damage to clothes and protects against discoloration. Also prevents grime removed and suspended in the wash water from re-attaching to clothing (re-staining).







✓ Laundry Micro-Fantasy!, The world of NANOX one ultra-high performance detergent, a comic strip series by Lidea [Japanese]✓ Brand site for NANOX one [Japanese]

Refillable products

In preparation

The Lion Eco-Standard

▼ The Lion Eco-Standard

▼ The "eco Lion" Mark

The Lion Eco-Standard

Lion has created the Lion eco-standard based on life cycle assessment (LCA), in which the environmental burden created by a product is quantitively assessed at every stage from raw material procurement to disposal. Products that meet at least one evaluation standard in each evaluation category can bear the "eco Lion" mark. In 2023, 82% of Lion's household product* sales were from environmentally friendly products that meet the Lion eco-standard.

> Products with the "eco Lion" Mark [Japanese]

Portion of Sales from Products that Meet the Lion Eco-Standard (Domestic)

2017	2020	2021	2022	2023
76%	80%	0882%	81%	82%

^{*} Products in the Oral Care, Beauty Care, Fabric Care and Living Care fields

Lion Eco-Standard Evaluation Categories and Standards

Life cycle stage	Evaluation category	Evaluation standards
①Raw material procurement	Use of plant-based materials Use of sustainable raw materials	 At least 50% of the raw materials of product contents (organic ingredients) is plant-based Of the plant-based materials used, at least 50% are biodiversity-friendly
②Material procurement	Use of recycled materials Use of plant-based materials	 At least 10% of the materials used are recycled Cardboard used is at least 94% recycled paper or certified pulp from forest thinning At least 20% of resins used are plant-based
③Manufacturing	Energy saving Water saving Chemical substance use reduction Waste reduction	 A reduction of at least 20% in greenhouse gas emissions at the manufacturing stage compared with the baseline product* A reduction of at least 20% in water use at the manufacturing stage compared with the baseline product* A reduction of at least 20% in use of chemical substances other than raw materials at the manufacturing stage compared with the baseline product* A reduction of at least 20% in waste generated at the manufacturing stage compared with the baseline product*
4 Logistics	Making products more concentrated and compact	An increase of at least 20% in product content concentration or packaging compactness compared with baseline product*
⑤Use	Energy saving during use Reduction of greenhouse gas emissions during use Water saving during use	 A reduction of at least 20% in energy consumed by product use compared with baseline product* A reduction of at least 20% in greenhouse gas emissions after product use compared with baseline product* A reduction of at least 20% in water use during product use compared with baseline product*
⑥Disposal	Packaging reduction Refill packs	 A reduction of at least 15% in packaging materials used in bottles compared with baseline product* A reduction of at least 50% in packaging materials used in refill packs compared with corresponding product bottles

^{*} Baseline product: Products released in 2017, the baseline year for the LION Eco Challenge 2050.

The "eco Lion" Mark



The "eco Lion" mark symbolizes Lion's environmental activities and incorporates Lion's environmental slogan, "Every Day. For the Earth" which concisely expresses Lion's commitment to the environment in line with the corporate slogan, "life. love." To help customers choose environmentally friendly products, we use this mark on products that meet the proprietary Lion eco-standard. The factors that make each product environmentally friendly are printed within the mark.



The mark on a product TOP SUPER NANOX refill pack (350g)

Other Examples of Products with the "eco Lion" Mark



NANOX one PRO

CHARMY Magica



KireiKirei Medicated Foaming Hand Soap refill pack

The Lion Group's Social Contribution Activities

Basic Approach

The Lion Group believes that advancing initiatives to create healthy living habits by providing products and services as well as conducting educational activities and disseminating information is its social responsibility and a way of putting its purpose, "Make a difference in everyday lives by redesigning habits: ReDesign," into practice. The Group is engaged in establishing oral care habits as well as cleanliness and hygiene habits in Asia. In addition, we have been involved with environmental conservation activities and donation activities at various business locations and in the regions served by our overseas Group companies. In carrying out such activities, the Group has been promoting the activities while working closely with local citizens, forming partnerships with local governments, retailers, schools, dental experts and communities.

Sustainable Activities Conducted by Overseas Group Companies



Lion Corporation (Korea)	<u>></u>	Lion Daily Necessities Chemicals (Qingdao) Co., Ltd.	>	Lion Corporation (Hong Kong) Ltd.	>
Lion Home Products (Taiwan) Co., Ltd.	<u>></u>	Lion Corporation (Singapore) Pte Ltd	>	Lion Corporation (Thailand) Ltd.	>
Lion Kallol Limited	>	Southern Lion Sdn. Bhd.	<u>></u>	PT. Lion Wings	>

Activities Creating Healthy Living Habits as a Group





Activities at Lion Corporation (Singapore) Pte Ltd

Oral Health Care

Cleanliness

Donation Activities

Oral Health Care

1 Exhibition at the World Oral Health Day Public Forum 2023 in Collaboration with the National Dental Centre Singapore

On May 18th, 2023, Lion Corporation (Singapore) Pte Ltd. ("LCS") collaborated with the National Dental Centre Singapore (NDCS) at the National Trade Union Congress (NTUC) Business Centre, and exhibited at a public forum in support of World Oral Health Day with the educational themes on common dental issues such as dental caries, gum disease and the replacement of missing teeth. This forum was held as part of public oral health educational program to encourage people in Singapore to create positive oral habits such as proper toothbrushing, flossing and having balanced diet. After conducting educational activities, LCS had a booth to showcase LION Oral Care products and had an activity to engage the audiences and redeem LION products. All 400 participants were also given a goodie bag which includes *Systema* and *KODOMO* products sold by LCS.





The booth, displayed LCS products, promoted oral care habits

2 Oral Care Awareness Activities for Children to Seniors in Collaboration with T32 Dental Group

In March, April and August of 2023, LCS collaborated with T32 Dental Group to increase public oral health awareness through series of activities to target from the young to old.

In this program, three activities were developed to raise oral care awareness.

- For pre-school children, dentist visits were conducted and tooth brushing educational activities at nursery schools were provided.
- For working adults, oral health talks and screenings were conducted.
- For senior citizens, Uweekly Health Talk (a health-related information session) was conducted.

LCS sponsored these activities and provided oral care products suitable for each target group from its *KODOMO*, *Systema* and *NONIO* brands. 1,076 people of all ages learned about the importance of oral care.





Corporate dental screening activities & Systema article to educate on oral care

3 Product Sponsorship at Smileworks Dental Clinic

LCS had been working with Smileworks Dental Clinic to promote oral care habits so that patients can continue to take care of their oral health at home after receiving treatment. The collaboration was continued in 2023, and in addition to adult patients who visited the clinic from July to October, 444 nursery school children aged 3 to 5, child patients aged 6-9 and collaborators were provided with *Systema* and *KODOMO* oral care sets.





Systema and KODOMO oral care sets

4 Promoting Good Oral Health through Dental Clinics

LCS supports Thomson Dental Centre, a dental clinic group in Singapore, in educating patients on good oral health habits. A dental care set containing *KODOMO* or *Systema* oral care products (products of LCS) is provided to first-time patients at Thomson Dental Centre. Dentists educate patients on correct tooth brushing and oral care habits using a dental care set (*KODOMO* Kid Set or *Systema* Gum Care Set) selected based on the patient's age and oral health conditions. Each dental set consists of an oral care information leaflet, a toothbrush, toothpaste and mouthwash.

As of 2023, a total of 10,100 patients from Thomson Dental Centre have received the dental care sets.





KODOMO Kid Set

Systema Gum Care Set

5 Community Dental Checkups for the Elderly in Collaboration with National Dental Centre Singapore

The National Dental Centre Singapore (NDCS) has established a program of community dental checkups with the goal of raising awareness of the importance of oral health among the elderly. The checkups include the provision of guidance on the proper care of dentures and programs aimed at helping to provide treatment to relieve pain and maintain/restore patients' oral function.

This program was temporarily suspended to prevent the spread of COVID-19 but was resumed at the end of 2020. LCS distributed *Systema Toothpaste* to 100 people over the age of 40 and senior citizens who participated in the community dental checkups from May to November 2023.

6 Participation in the Singapore Oral Health Conference 2022 in Collaboration with the National Dental Centre Singapore

The National Dental Centre Singapore (NDCS) celebrated its 25th anniversary on July 25th, 2022. As part of the celebration, NDCS organized an online event titled "NDCS 25th Anniversary - Bridging the Past, Present and Future" that brought together dentists, general practitioners, specialists and researchers to exchange information on progress to date and expected future developments in academic and clinical dentistry.

The event included a virtual exhibition featuring the latest products related to oral care and talks by prominent national and international dental experts. LCS provided all 500 participants with a set of oral care products that included *Systema* and *NONIO* products. *Systema* & *NONIO* were also acknowledged during the online event and in the digital program booklet, with the brand logos & full page advertisement featured to expand brand recognition.



Online program booklet with full-page ad and logo for Systema

7 Educational Activities on Oral Health Care for Seniors

On August 22nd, 2022, NDCS collaborated with Singapore's National Library Board (NLB) to hold an oral care seminar at the Jurong Regional Library to provide oral care tips and knowledge to participants aged 50 and above as part of the 8020 campaign (referring to having 20 teeth left at the age of 80). The aim of this seminar was to improve the oral health of those of advanced age in Singapore. LCS supported the event by providing *Systema* and *NONIO* products to be distributed to its 40 participants, along with LION gift sets as prizes during the Q&A session. In a post-seminar participant survey, the event received positive feedback, "I and the participants found this session fascinating and insightful."

8 Partnership with Health Promotion Board in Afterschool Oral Care Program

Singapore's Health Promotion Board (HPB) launched the Afterschool Oral Care Program, a one-year program targeting children aged 3 to 5 at day-care centers and nursery schools with the aim of teaching the importance of oral care from a young age. The program entails dental clinic staff visiting day care centers and nursery schools to perform dental screenings and educate children about the importance of oral care. Through June 2022, LCS supported the program by providing 60,000 sets containing *KODOMO Toothpaste* and leaflets for distribution to the children.

9 Partnership with Health Promotion Board in Afterschool Oral Care Program

In August 2021, the Health Promotion Board (HPB) launched the Afterschool Oral Care Program, a one-year program targeting children aged 3-5 years at day-care centers and nursery schools with the aim of teaching the importance of oral care from a young age. The program entails dental clinic staff visiting day care centers and nursery schools to perform dental screenings and educate children about the importance of oral care. LCS provided 60,000 sets containing *KODOMO Toothpaste* and leaflets for distribution to the children after the conclusion of the program.





KODOMO brand pamphlets

10 Educational Event Held by the PAP Community Foundation Sparkletots Preschool

March 22nd is designated by the United Nations as World Water Day. In celebration of World Water Day in 2021, the PAP Community Foundation (PCF)* Sparkletots Preschool taught children about the importance of saving water in their daily routines, such as during tooth brushing. LCS supported the event by providing 600 *KODOMO Toothbrush* and *KODOMO Toothpaste* sets for the preschool's 5- and 6-year-old pupils.



Newsletter distributed to parents

* PAP Community Foundation (PCF) is a charitable foundation founded by the Singapore People's Action Party (PAP) in 1986 and is committed to nurturing a multi-racial, fair, just and inclusive society through the provision of educational, welfare and community services.

11 Supported the Singapore Dental Association's Oral Health Awareness Campaign

In March 2021, the Singapore Dental Association (SDA) launched an integrated online communication campaign targeting consumers to raise awareness and correct misconceptions regarding oral care. The campaign comprised of the three parts shown below. Invited by SDA to participate the third part, LCS provided SG\$60 worth of *Systema* and *KODOMO* products to each of the 22 key opinion leaders.



Campaign card

- I. Survey of Singaporeans on their oral health habits: 500 respondents
- II. Solicitation of user generated content under the hashtag #toothtruths on Instagram to encourage Singaporeans to talk about their oral health journey
- III. 22 key opinion leaders received oral care gift boxes and talked about their oral health journey on their Instagram accounts

12 Singapore Oral Health Therapy Congress

The Singapore Oral Health Therapy Congress is an annual meeting of dentistry experts, where speakers discuss a wide range of topics that are not limited to oral hygiene, but also include total well-being and pediatric management.

Program was continued in 2021 on October 17th & 24th, with about 300 participants from dentistry experts.

LCS sponsored the event with cash support, but the event organizer suspended its planned distribution of products in order to maintain social distancing





Event poster

Event held online

Hygiene Care

Special Joint Project

Actions for Handwashing Day 2023



From August 10th to 16th, 2023, 663 children from pre-school educational institutions such as Carpe Diem Child Care Centre & Preschool and Superland Pre-school attended a fun lesson on how to properly wash their hands, conducted by LCS in anticipation of Global Handwashing Day. The activity included an education session on the importance of hand washing, along with a fun quiz and the opportunity for the children to design their own hand soap bottle stickers to participate in a drawing contest. Through the activity, the children learnt the importance of hand washing while displaying their creativity through designing of the bottle stickers.



Kirei Kirei Handwashing Day Activity 2023

1 Teaching Correct Hygiene Habits in Collaboration with Manulife

Free Bee SG* tied up with insurance company Manulife to promote a "Prevent and Protect" program for infectious diseases such as hand-foot-and-mouth-disease.

This program was held in April 2019 and reached out to preschools in Singapore to provide information about insurance coverage for hand-foot-and-mouth disease and other diseases. Approximately 1,100 goodie bags, which included *KireiKirei* products, were distributed to families with young children. As part of the program, LCS visited preschools with the LION mascot to educate children on hygiene tips and encourage good hygiene practices using *KireiKirei* brand hand soap and body soap marketed by LCS.

^{*} Free Bee SG is a non-profit online community for parents to obtain information, freebies, etc., regarding pregnancy and parenting.



Poster to promote logo recognition during events



Facebook post to promote *KireiKirei* products



Hygiene-related Q&A during events



The LION mascot visits a preschool

Donation Activities

To fulfill its corporate social responsibility, LCS actively engaged in such corporate social responsibility activities as in-kind donations of hygiene products sold by the Company.

Donation Activities through Online Events

Collaboration with Centre for Domestic Employees (CDE) - May Day Domestic Employees Celebration

Period	June 2021
Outside collaborators	National Trades Union Congress (NTUC)Centre for Domestic Employees (CDE)
Donations	Systema and Kyusoku Jikan products
Details	The May Day Domestic Employees Celebration 2021 virtual live show was organized by the CDE, which is a unit under NTUC. The program was live-streamed to domestic employees in recognition of their hard work and contributions. 250 domestic employees took part in the program, and LCS supported the event by sponsoring products for the game show segment.



Slide showing appreciation for sponsors shown during the event (featuring the *Systema* and *Kyusoku Jikan* logos)

Donation Activities Related to the COVID-19 Pandemic

Collaboration with Specialist Dental Group for Oral Kits to Medical Staff at Hospitals

Period	November 2022	
Outside collaborators	Mount Elizabeth Medical Centre	
Donations	750 sets of oral care products including NONIO mouthwash	
Details	LCS collaborated with Specialist Dental Group to distribute oral care sets to 750 health care workers at Mount Elizabeth Medical Centre as a token of appreciation.	



Oral care kits provided to healthcare professionals

Activities at Lion Corporation (Thailand) Ltd.

Oral Health Care

Cleanliness

Environmental Conservation Activity

Donation Activities

Oral Health Care

1 Collaborative Activities to Prevent Cavities in Children with the Government

Lion Corporation (Thailand) Ltd. ("LCT") in collaboration with Laemchabang Municipality, Chonburi Province conducted fluoride applications for toddlers aged 2 to 5 years to prevent tooth decay at four pre-schools (Laemchabang School District 1, Laemchabang School District 2, Wat Nongkha School and Watsukreebunyaram School) on July 6 and 13, August 10 and 31, 2023. LCT's sustainability team taught children how to brush their teeth properly using their *KODOMO* brand products. The children happily learned from the LION mascot who also made an appearance.



The LION mascot teaches tooth brushing in a fun way



Easy-to-understand instruction using models



A lesson on tooth brushing conducted in an outdoor classroom

2 Improving the Oral Function of Senior Citizens in Cooperation with a Provincial Public Health Office

Phrae Province is a markedly graying area in northern Thailand. Since 2018, in cooperation with the Provincial Public Health Office, LCT has been promoting activities to increase senior citizens' quality of life by reducing incidents of choking, increasing chewing strength and improving dry mouth. The concept behind these activities was the topic of a talk given by a dental specialist at the Lion Oral Health Award 2016. Dentists of the Provincial Public Health Office regularly present lectures about oral care in communities with large concentrations of senior citizens. To prevent declines in the mouth's function and to maintain and improve the vitality of the area around the mouth, the dentists teach mouth exercises called "Kenkobi" These exercises were developed by Lion Foundation of Dental Health (LDH), a public interest incorporated foundation established by Lion Corporation in Japan. Most attendees see improvement within six months of starting the exercise program, and their difficulties with dry mouth and choking are reduced. LCT provides the province with "Kenkobi" brochures and display boards to help more senior citizens do the exercises.

On September 26, 2023, LCT implemented "Kenkobi" mouth exercises for senior citizens. A total of 50 senior citizens participated in the event.

LCT will continue to contribute to improving oral care for the citizens of Thailand in cooperation with the Provincial Public Health Office.





Participants practicing "Kenkobi" mouth exercises together

3 Lion Oral Health Award

On July 22, 2022, LCT held a ceremony for the Lion Oral Health Award at the TK. Palace Hotel & Convention in Bangkok. In collaboration with Thailand's Ministry of Public Health, LCT has been supporting and fostering people by conducting studies and activities that are beneficial to preventive dentistry in Thailand since 2009.

For the 2022 Lion Oral Health Award, LCT bestowed six awards (first through third place and three consolation prizes) to dentists and dental nurses. About 180 people, including dentists and dental nurses, participated in the accompanying seminar, where Dr. Paiboon gave a lecture on oral care for the elderly.



ประชุมวิชาการทับกลาธารณสุขแห่งชาติ ครั้งที่ 8















Images from the awards ceremony

4 Collaboration with Provincial Hospitals, Health Offices and Retailers

Milk teeth sometimes receive less attention than adult teeth because they eventually fall out. However, implementing oral care from a young age is very important because oral health affects overall health.

With the aim of promoting proper oral health care and firmly establishing the concept of preventive dentistry,* LCT collaborates with provincial hospitals and health offices to carry out related activities, for example, offering dental checkups, treatment and instruction in proper brushing to children. At local schools this begins with local dental hygienists conducting dental checkups. Then, if cavities are found, a treatment called the "Smart Technique" is performed. In 2018, LCT collaborated with local retailers to introduce correct brushing methods through a show for children aged 2 to 5 using the KODOMO brand. LCT provided discount coupons for LCT products viable only at the cooperating retailers. This initiative is aimed at encouraging children to continue to brush their teeth correctly at home.

In 2022, these activities were held at Banbanramung School on July 26 and a school in Laem Chabang on September 2, with 65 children and 10 dentists and dental assistants participating. LCT will expand this initiative to other areas to teach more people in Thailand about oral care.

* Lion Group companies overseas are collaborating with dental professionals and retailers on initiatives based on the concept of preventive dentistry. Working together with dental professionals, Lion strives to increase awareness and understanding of oral care by sharing information on good oral care and practical tooth brushing methods. In addition, Lion promotes good oral care habits by providing products that suit individuals' specific oral care needs through retailers and other markets.





A dentist delivering a lecture to company officials





Dentists and dental hygienists performing a treatment

5 Oral Care and Health Education for Employees during Their Pregnancy

During pregnancy, the secretion of saliva tends to decrease due to an increase in the production of such hormones as estrogen, causing the risk of cavities and periodontal disease to rise.

LCT conducts seminars to communicate the importance of health and oral care during pregnancy to expectant employees at its Humanized Hall facility. Regarding health management, nurses from LCT's nurse office and doctors give lectures on necessary nutrition during pregnancy. With regard to oral care during pregnancy, they conduct lectures on how a mother's oral condition can affect her baby's oral health and teach correct tooth brushing practices.

In 2020, 10 employees who were either expecting or recent mothers participated in this seminar.



Presentation of proper toothbrushing technique by LCT staff



Attendants brushing their teeth after a lecture



Commemorative photo with attendants

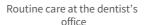
6 Working with a Provincial Public Health Office in Southern Thailand to Reduce Cavities

Childhood cavities are a big problem in southern Thailand. To solve this problem, LCT has started a project aimed at reducing cavities among five local families in cooperation with the Provincial Public Health Office in Pattani Province. The issue in this area is that neither adults nor children are well educated about oral care. They do not know correct practices for preventing cavities. The idea for this project, called "preventive dentistry with the whole family," was the topic of a lecture given by a dentist at the Lion Oral Health Award 2017.

The participating five families will practice correct self-care at their homes and go to see a dentist periodically for additional routine care. Their dentist will record their oral conditions using smartphones and use these records to give them feedback.

LCT will contribute to solving social issues in southern Thailand by establishing good oral care habits and reducing cavities through this project.







Recording oral conditions using a smartphone

7 Oral Care Promotional Activities in Cooperation with the Government

The Thai government has held an annual Health Fair since 2012 with the aim of increasing Thai citizens' awareness of health issues. The 2018 Health Fair was held at the Ao Udom Community Center in Laem Chabang, Sriracha district. The fair's events take place in local community centers, where medical facilities and health product retailers set up booths manned by volunteer physicians and nurses who provide checkups for participants and prescribe medicine. LCT ran a booth in this fair to introduce and practice "Kenkobi" mouth exercises with participants over 50 years old. LCT also gave participants products from its GoodAge and SALZ oral care brands for seniors. About 1,000 people participated in the Health Fair in 2018.



"Kenkobi" mouth exercises with participants

Cleanliness

Special Collaboration Project

Actions for Handwashing Day 2023





On October 15, 2023, LCT hosted the Global Handwashing Day Run at Suan Luang RAMA IX Park with 1,000 runners participating. This event was held in support of Global Handwashing Day, with the theme of "Handwashing Saves Lives" to promote and establish hand washing habits among Thai people.



Photo from the running event

In addition to the event, My Bottle Sticker Drawing Contest was held from August 1 to September 30, 2023. Those who purchased a bottle of *KireiKirei* from the LCT e-commerce site were able to download a drawing sticker for their bottle from the Facebook fan page. Participants were asked to post their drawn stickers to Facebook with the contest results being announced on Facebook as well as at the Global Handwashing Day Run in October. The following evaluation criteria were set for this contest:

- The resulting decoration must either be hand-drawn, a collage or created via computer
- The drawing must richly express dreams, hopes and emotions
- No particular skill level is required

Approximately 600 children participated in this drawing contest and enjoyed learning about the importance of hand washing.

1 Instruction on Healthy and Hygienic Living Habits at Elementary Schools

On January 30, 2023, LCT gave an extra-curricular lecture to second-year students of Chulalongkorn University Demonstration Secondary School on tooth brushing and hand washing. 285 students participated in this event.



Students have fun while learning with the LION mascot

2 'Happy Life Happy Home' Program at Elementary Schools

LCT held the Happy Life Happy Home program at elementary schools. This program taught the students techniques for keeping their bodies healthy and clean and for keeping their homes clean and comfortable. The program comprises two parts, Happy Life (covering tooth brushing, hand washing, face washing and showering) and Happy Home (covering laundry, dish washing and floor cleaning), and is aimed at increasing awareness of health, comfort and cleanliness through the use of LCT products.

On July 24, 2023, a total of 100 fourth grade students from both Bangkok's Wat Dok Mai School Sriracha's and Thai Kasikorn Songkrow School were taught not only how to brush their teeth and wash their hands, butalso how to wash and care for their clothes.

The children were very interested in the program and they have been practicing what they learned at home.



A lesson in progress





Lessons in tooth brushing and laundry

3 Lion Hand Washing Stations

In accordance with LCT's commitment to building goodness in society and bringing good health to consumers, the company promotes hygiene by providing hand washing stations and educating the community on hygienic hand washing techniques. In 2022, *KireiKirei* hand washing stations, equipped with sponsored hand soap and hand soap dispensers as well as posters that promote proper hand washing techniques were set up at the Yannawa district's elderly school (Bangkok) on January 28, Ban Rai Nueng Elderly School (Sriracha) on May 18, Thai Kasikorn Songkrow School (Sriracha) on May 20 and Wat Dok Mai School (Bangkok) on June 6. Instructors use black lights to make it easy for 622 participants—from first- and second-grade elementary school students to those over the age of 50—to see where hands are dirty or unwashed. The hand washing station allows everyone to wash their hands immediately after touching anything they use.





Holding bottles of KireiKirei hand soap, LCT staff members pose in front of hand washing stations





Learning about hand washing at Yannawa district's elderly school





A hand washing lesson at Ban Rai Nueng Elderly School





A hand washing lesson at Wat Dok Mai School





A hand washing lesson at Thai Kasikorn Songkrow School

4 The Public-Private Collaboration Project

LCT contributes to the Public-Private Collaboration Project being advanced by the government of Thailand. In 2019, oral health and hand-washing educational activities were held in Lamphun Province and at the Saha Group's Fair.* The theme of LCT's booth was the importance of proper oral health and hygiene practices.

At the Saha Industrial Park in Lamphun, LCT encouraged good hygiene practices using *KireiKirei* hand soap to teach the local students and provided education about "*Kenkobi*" mouth exercises for senior citizens.

At the Saha Group Fair, Saha Group companies meet each year and set up booths to exhibit their public-private collaboration projects. In 2019, LCT invited senior citizens from a senior club in Yannawa district, Bangkok, and Rai Nueng community center in Sriracha district, Chonburi, to join in "*Kenkobi*" mouth exercises training and provided instruction on proper tooth brushing methods at the booth. About 360 people from nearby communities participated this year.

* LCT is a joint venture of Lion Corporation and the Saha Group.





Encouraging good hygiene practices with *Kenkobi* hand soap at the Saha Industrial Park in Lamphun



Presentation on oral care at the Saha Industrial Park in Lamphun



"Kenkobi" mouth exercises for senior citizens at Saha Group Fair



Instruction on proper tooth brushing methods

Environmental Conservation Activity

1 Environmental Awareness for Communities near LCT

On November 25, 2022, LCT educated 42 seniors in the Yannawa area neighboring LCT's facilities on how to separate reusable and recyclable waste. LCT encourages environmentally friendly habits through a point system in which employees receive points by bringing in reusable waste and properly disposing of it.





A lecture on properly sorting garbage

2 Tooth Brushing Lectures at an Environmental Fair

LCT operated a booth at the "Eco-Products International Fair 2016," an environmental fair. The concept of the booth was that humans are part of the environment and that "people can harmonize with the environment as long as they are healthy." The booth also featured the environmental efforts of LCT and Lion Corporation Japan.

On the event's main stage, LCT conducted tooth brushing seminars for elementary school students, teaching that one's overall health starts with oral health, in line with LCT's booth concept.



Tooth brushing lectures on the main stage



Students visiting LCT's booth

Donation Activities

To fulfill its corporate social responsibility, LCT, as a hygiene product manufacturer, actively engages in social contribution activities, such as in-kind donations of hygiene-related products sold by the company.

Activity 1 Donation of hand washing basins for influenza prevention

Date	March 2, 2023
Location	Bangkok: Wat Dokmai School, Wat Pariwat School, Wat Chonglom School, Wat Chong Nonsi School , Wat Khlong Phum School, Wat Klongmai School Sriracha: Wat Chukkacher school, Laemchabang School District 1, Thunsuklapittaya School, Wat Phrapratanporn
Donation	Provision of washbasins and <i>KireiKirei</i> hand soap
Details	Although COVID-19 infections are dwindling, influenza and other infectious diseases still exist. To raise awareness of cleanliness and hygiene habits, LCT provided washbasins and <i>KireiKirei</i> hand soap to elementary schools in the vicinity of its Bangkok office and Sriracha plant for students to wash their hands.







Donation activities

Activity 2 Supporting oral care for the elderly

Period	July 14 and August 18, 2022
Location	Thian Fah Foundation Hospital and the Weshare Foundation
Donations	Ascor-10 dietary supplement tablets
Details	Under the theme of oral health, oral beauty and communication, LCT's marketing team led exercise sessions and provided <i>Ascor-10</i> dietary supplement tablets to local senior citizens.





Activity 3 Sanitary napkin donations in Bangkok

Period	August 4, 2022	
Location	Wat Dok Mai School	
Donations	Approximately 5,000 baht worth of sanitary napkins	
Details	As Bangkok has a policy of providing sanitary napkins to students free of charge, sanitary napkins were donated to Wat Dok Mai School to support the students.	



Activity 4 Supporting local cat and dog rescue efforts

Period	September 1, October 27 and November 3, 2022	
Location	Laem Chabang City Municipality, Wat Dok Mai Temple and the Soi Dog Foundation	
Donations	Pet Care pet shampoo and other pet care products	
Details	LCT supported the rescue of stray or abandoned cats and dogs by providing donations of the <i>Pet Care</i> brand of pet products.	







Wat Dok Mai Temple



Soi Dog Foundation

Activity 5 Support for hospital repairs

Period	October 11, 2022
Location	King Chulalongkorn Memorial Hospital
Donations	1 million baht
Details	LCT donated funds through the Thai Red Cross Society toward repairs to the Tiam- Saipin Chokuwattana building carried out in 2022 by the Saha Group.



Saha Group executives presenting the donation to the Thai Red Cross Society

Donation activities related to the COVID-19 pandemic

Activity 1 Support for those in COVID-19 quarantine facilities

Period	March 7, 2022
Location	A facility at Wat Dok Mai School for patients with COVID-19 who were not admitted to the hospital
Donations	LCT hygiene products worth 6,700 baht, including the following: · SALZ toothbrushes and toothpaste · Shokubutsu-Monogatari liquid soap · 108 powdered laundry detergent · KireiKirei alcohol gel and hand soap
Details	Provided oral care and hand washing products to 100 patients with COVID-19



Wat Dokmai School

Activities at Southern Lion Sdn. Bhd.

- ✓ Oral Health Care
- Cleanliness
- Environmental Conservation Activities
- Donation Activities

Oral Health Care

1 Promoting Systema and KODOMO Oral Care Brands to Dental Clinics in Klang Valley City

Southern Lion Sdn. Bhd. ("SL") promoted products from its oral care brands to dental clinics in the city of Klang Valley. At these dental clinics, visitors were provided with samples of *Systema* brand products for adults and *KODOMO* brand products for children, along with educational pamphlets and fun educational activities. In 2023, 4,123 people participated in the annual event.





Children having fun learning tooth brushing habits at dental clinics and events

2 Expansion of KODOMO Brand Recognition through Collaboration with Pediatric Dental Specialists

From March 9 to 11, 2023, at the Berjaya Times Square Hotel, SL presented *KODOMO*, its oral care brand for children, to pediatric dental professionals and dental health care providers, forging strong relationships.







Exhibition and advertisements of the KODOMO brand on the day

3 Systema Gum Health Day campaign in Collaboration with Malaysia Society of Periodontology (MSP)

On May 12, 2023, at Aloft Sentral in Kuala Lumpur, SL partnered with Malaysia Society of Periodontology (MSP) to conduct an oral care campaign to inform middle- and upper-income consumers on the importance of gum care. 100 people, mostly of working age between 25 and 45, attended the promotional events. Three roadshows were held in major malls, reaching 50,000 people.

4 Fresh & White Raya Roving Campaign

SL organized a program to raise oral care awareness in Selangor, Perak during the Ramadan fasting period (May 2023). Targeting low- to middle-income families in Malaysia, samples were provided at sports plazas and food courts where people gather, with a total of 1,000 people participating.

5 Driving Brand Recommendation through activities with Dental Academia

SL collaborated with various dental academia and associations such as Universiti Sains Islam Malaysia (USIM), Universiti Malaya, Malaysian Dental Association (MDA), Nicotine Addiction Research and Collaboration Center (NARCC), etc for various awareness activities through 2023.

Educational pamphlets and product samples were distributed during these activities. A total of 2,420 people participated in these awareness activities.







Exhibitions of Systema and ZACT brand products

6 Participating in the 30th MDA SCATE—Malaysian Dental Association Scientific Convention and Trade Exhibition

From February 17 to 19, 2023, SL participated in the 30th MDA SCATE — Malaysian Dental Association Scientific Convention and Trade Exhibition, an exhibition organized by the Malaysian Dental Association.

Raising the oral care awareness of the people of Malaysia and instilling and establishing good oral care habits is very important. 1,592 participants and dental professionals visited the exhibition. Participating in exhibitions such as this is a great opportunity for SL. The company will continue to strengthen its partnerships with dental professionals and promote activities related to preventive dentistry.

7 Promoting the Lion Hygiene Program at Kindergartens and Primary Schools throughout Malaysia

The Lion Hygiene Program is a social contribution program established in 1998 by SL to promote good oral health habits in kindergartens and elementary schools throughout Malaysia. It is conducted throughout the year. The main objective of the program is to create awareness of the importance of maintaining good overall hygiene for better overall health. The program is targeted at children between the ages of 4 and 12 as SL believes that good overall hygiene must be cultivated from a young age.

The program was developed by the Lion Foundation for Dental Health (LDH) , a public interest incorporated foundation established by Lion Corporation in Japan. SL has localized the program in terms of content and techniques to the local audience. Over the years, it has worked with government-run dental clinics and the Malaysian Dental Therapists' Association (MDTA) throughout Malaysia, and SL believes this program is an effective way to teach the Malaysian public proper brushing techniques. Since 2021, SL has incorporated handwashing into the Program, thus renaming it the Lion Hygiene Program.

The program is conducted in a fun and interactive way to make it more interesting to children. It includes activities such as a storytelling session, a slideshow, tooth brushing demonstrations, tips on good dental habits and a basic handwashing steps. As a part of SL's commitment to creating awareness of good overall hygiene, every child involved in the program receives a *KODOMO* goody bag with a toothbrush and toothpaste inside.

In 2023, the program was held from March to December, with 75,837 children participating. Total participants across Malaysia since the program started in 1998 number more than 1.22 million.





A demonstration of tooth brushing technique

8 Online Lion Hygiene Program

As a countermeasure against the spread of COVID-19, SL initiated an online oral and hand hygiene program aimed at kindergarteners aged 4 to 6. Children took part in the fun, interactive program, which included instruction on tooth brushing techniques and proper handwashing method. In 2023, SL enhanced the content making it even easier for children to understand, even when participating online.



Materials from an online educational program

9 Oral Care Awareness Programs Held by the KODOMO Brand Team

From May to June 2023, the *KODOMO* Brand Team of Southern Lion's marketing division distributed *KODOMO* brand oral care products and branded goods to children aged 3 to 6 at Government Pre Schools to raise awareness about the importance of regular toothbrushing habits from an early age. The program began with an online workshop for teachers.

After completing the workshop, teachers received *KODOMO* workbooks, teacher's guides and posters as well as folders, samples and other materials provided by SL to distribute to the preschool children. Using these materials, the teachers then carried out the five-day tooth brushing instruction program. After the program ended, reports from the schools were collected. 25,000 children participated in the program, learning about oral care from their teachers.



A group photo of students holding their KODOMO merchandise

10 Dental Academy Gum Health Check Program for Middle-Class Families

SL conducted gum checks and distributed samples of *Systema* brand products and educational pamphlets to members of middle-class households between the ages of 35 and 49 in Selangor and Penang states during October and November 2023. 200 participants took part in the program.

11 Oral Health Day in Southern Lion

As part of the company's efforts to promote preventive dentistry,* SL has been conducting Oral Health Day once a year since 2018 to create awareness among internal staff of the importance of good oral hygiene and gum disease prevention.

On December 4 and 5, 2023, the event was held at SL's headquarters in Johor Bahru in collaboration with the Oral Health Division of the Ministry of Health (MOH) under KP Kota Tinggi. Free dental check-ups and treatment were provided for SL Staff. 157 employees participated in the dental check-ups. SL will continue this annual activity in an effort to increase awareness of good oral hygiene practices among all its staff.

* Lion Group companies overseas are collaborating with dental professionals and retailers on initiatives based on the concept of preventive dentistry. Working together with dental professionals, Lion strives to increase awareness and understanding of oral care by sharing information on good oral care and practical tooth brushing methods. In addition, Lion promotes good oral care habits by providing products that suit individuals' specific oral care needs through retailers and other markets.



Banner reminding employees of Oral Health Day





Dental check-ups by dentist

12 Participation in the Malaysian Dental Therapists' Scientific Conference (MDTSC)

The Malaysian Dental Therapists' Scientific Conference (MDTSC) was held June 24 and 25, 2022, at the Summit Hotel Subang USJ. This event is held every two years and SL participates as one of its major sponsors with the aim of strengthening its relationship with the Malaysian Dental Therapists Association (MDTA) and to introduce the *Systema* brand. The conference is a good opportunity to increase awareness of the Lion Dental Health Program and increase collaboration with the MDTA, as it welcomes dental professionals from all over Malaysia. A total of 550 dental therapists from across Malaysia attended this conference.



The Systema booth

Cleanliness

Special Collaboration Project
Actions for Handwashing Day 2023



From August to September 2023, the *KireiKirei* Global Drawing My Bottle Sticker Drawing Contest was held at 18 elementary schools for first to fourth grade students. The contest was announced to school teachers as well as on the *KireiKirei* website and Facebook. After *KireiKirei* drawing stickers were distributed to participating elementary schools, students submit their drawn stickers to their homeroom teachers. Schools to shortlist top 5 entries per class. Five works from each school are then submitted for final judging, with SL awarding three prizes for excellence.

-What I Enjoy Doing With My Family-

The contest's judging criteria are as follows:

- Relevance to the handwashing theme (30%)
- Creativity (30%)
- Neatness (30%)
- Overall impact (10%)

The contest was a success, receiving 1,041 submissions out of 9,800 entries.

1 Toddler Program in collaboration with Ministry of Health (Johor State)

On 24th October 2023, SL was invited to collaborate with Johor State Dental Department (Batu Pahat) for a program with young parents and toddlers.

SL conducted toothbrushing activities and demonstration of hand washing, accompanied with music and dance. The activity involved 850 toddlers and their parents.



Photo from an activity with music and dancing

2 Collaboration with Gov Dental Clinics and other institutions to create awareness on good hygiene habits

On May 19, 2023, SL, in collaboration with Kota Tinggi Dental Clinic, Bandar Mas Dental Clinic, and MARA Professional College, conducted an awareness campaign in Kota Tinggi's Kempas Menang Community. The event, with a target age range of 4 to 40 years old, was held at the Kempas Menang Community Hall in Kota Tinggi to raise hygiene awareness. The 100 participants enjoyed the activity and learned more on basic hygiene habits.



Shampoo demonstration



Participants receive a dental checkup



Outdoor demonstration of proper tooth brushing techniques

3 Promoting Good Hygiene for Children

The spread of COVID-19 has brought the importance of hand washing to the forefront of everyone's mind. From April to June and October to December of 2023, SL collaborated with the MOH and Bridges PR & Events Sdn. Bhd. to hold educational events for children aged 7 to 9 in Klang Valley, Selangor. Using *KireiKirei* products, these events taught children the proper steps of hand washing and encouraged voluntary hand washing habits. Approximately 47,500 children participated.



Hand washing instruction in an outdoor classroom



Children learning proper hand washing techniques

4 Lion Hygiene Program for Indigenous Children

In 2023, SL together with Gov Dental Clinics, organized an activity at Sek Keb Tanah Abang to help indigenous children acquire good hygiene habits. The children enjoyed learning basic hygiene habits such as washing their hands as well as washing their hair and clipping their nails. A total of 950 indigenous children participated in this activity.



Hand washing awareness activity

5 Activities to Support the Health and Hygiene of Refugee Children

SL has been involved with health and hygiene awareness programs for refugee children since 2013. The activities have been conducted in cooperation with NGOs and the United Nations High Commissioner for Refugees (UNHCR) staff in Kuala Lumpur and Johor Bahru. The event has been cancelled since 2020 due to COVID-19.

On October 23, 2019, SL conducted a program with a school in Kota Tinggi District, Johor, to raise awareness of cleanliness and hygiene among Rohingya refugee students protected under the UNHCR.

In addition to the programs, employees from SL celebrated children's birthdays with them and shared happy moments. All the children were given goody bags with SL products for general personal hygiene. 90 students aged 7 to 16 were taught basic hygiene and personal care, including good oral health habits and proper handwashing. About 660 children have participated since the program began.





Demonstration of tooth brushing and hand washing



Learning proper hair washing



Kids receiving sponsorship items

Environmental Conservation Activities

1 Greening Activities around SL facilities

On April 6, 2022, SL began greening its grounds and growing herbs and vegetables to promote the physical and mental health of its employees as well as the beautification of the environment. A total of 10 employees are participating in the project, which involves:

- 1. Preparing and beautifying the grounds to create garden plots
- 2. Planting herbs and vegetables for harvest and distribution to employees
- 3. Picking and packaging herbs and vegetables and offering them to employees free of charge in the cafeteria
- 4. Allowing employees to pick herbs for home use at any time





Employees preparing the site for garden plots



Cultivating herbs and vegetables



Offering harvested produce in the cafeteria



The SL employees participating in greening activities

2 Campaign for Sustainable Recycling

From June 15 to 22, 2022, a campaign was held in SL's cafeteria to raise employee awareness of recycling with the aim of achieving zero waste. Employees also brought in items they no longer use at home to turn them into gifts for those in need. During the campaign, 200 employees visited the cafeteria, raising environmental awareness.





Donated items



Participants holding donated items in the cafeteria



Executives receiving reports on activities





The SL staff leading the activity

3 Environmental Conservation Activities on SL Environmental Day

To raise employees' awareness of the need to protect the global environment, SL has declared November 27 as its very own "Environmental Day." In 2022, however, the activity was cancelled due to COVID-19.

In 2020, three initiatives were implemented to promote the 3Rs (reduce, reuse, recycle) and raise employee's awareness and interest in environmental issues by having them experience the importance of growing and eating healthy foods by themselves.

1. The collection of recyclable materials

Employees collected recyclable materials, such as books, paper, plastic and aluminum from their homes.





Collecting recyclable materials

2. Making soap from used cooking oil

Employees brought used cooking oil from home and tried their hand at reusing it to make soap.





Creating hand-made soap from used cooking oil

3. Plant adoption plantations

Plots of land were used to plant salad vegetables and herbs. 400 employees participated in this activity.





Working in the SL herb garden

Donation Activities

To fulfill its corporate social responsibility, SL, as a hygiene product manufacturer, actively engaged in social contribution activities, such as in-kind donations of hygiene-related products sold by the company.

Activity 1 Provision of sanitary and educational environmental facilities to the community

Date	November 1, 2023
Outside collaborators	SK Kangka Tebrau
Donations	Provided Smart TVs for elementary school students from 6 to 12 years old.
Details	In collaboration with school management, SL worked to create a condusive education environment for elementary school students ages 6 to 12 in SK Kangka Tebrau on November 1, 2023. Smart TVs were installed so that elementary school students, teachers, and parents in the community could watch sanitary education content and sports programs as well as participate in fun activities. SL employees also participated in this activity, interacting with 700 participants.





Installation of Smart TVs

Activity 2 Donation drive for underpriveleged students & family in preparation for Eid (Hari Raya Aidilfitri) festivities

Date	April 11, 2023
Outside collaborators	SK Kangka Tebrau
Donations	150 sets of daily necessities to prepare for Eid (Hari Raya Aidilfitri)
Details	SL donated 150 sets of daily necessities for families with children between 4 and 12 years old in the B1 category among B40* level residents in collaboration with SK Kangka Tebrau. * The B40 category represents the bottom 40% of household income in Malaysia and consists of 3.16 million households with income below RM5,250. (as of December 31, 2023)



Group photo with support recipients





Set of relief supplies

Donation activities related to natural disasters

| Activity 1 Clean up activities at a flooded school

Date	October 24, 2023
Outside collaborators	Sek Keb Kangka Tebrau
Donations	Cleanup of flooded school using SL products
Details	SL employees joined the children and their teachers in a cleanup activity around a flooded elementary school, using SL products. In total, 770 participants, including SL employees, students and teachers, took part in the activity.









Photos from the cleanup activity and SL products used

Activity 2 Provision of supplies to flood victims in cooperation with the Malaysian Red Crescent Society

Date	December 16, 2022
Outside collaborators	Malaysian Red Crescent Society
Donations	Provided essential cleanliness and hygiene supplies during floods
Details	Provided 2,000 flood victims and volunteers with essential cleanliness and hygiene products in the affected areas







Items donated by SL

Activity 3 Educational activities in rural areas in collaboration with NGOs

Date	September – November 2022
Outside collaborators	Yayasan Sukarelawan Siswa (NGO)
Donations	Educated children in rural communities on tooth brushing techniques
Details	Worked with volunteers to provide dental check-ups and tooth brushing instruction to 1,200 children between the ages of 4 and 12 in rural Sabah to spread awareness about dental hygiene



NGO volunteers teach children how to brush their teeth

Activities at PT. Lion Wings

✓ Oral Health Care

Donation Activities

Oral Health Care

1 Oral Care Educational Events

PT. Lion Wings ("LW") values the establishment of good oral care habits from early childhood and has conducted oral care educational events in cooperation with educational facilities such as kindergartens and elementary schools in Indonesia jointly with local dentists since 2008.

Kindergarteners from age four to five and elementary school students up to ten years old are the main targets of the event, at which the importance of oral care is taught through a video featuring the brand characters of *KODOMO* (LW's oral care product line for children) and instruction on tooth brushing techniques offered by dentists. At the end of the event, all participants, including the children and their families, brush their teeth together using the correct techniques so that they can then practice at home what they have learned through the event.

Moreover, LW visits every year the same kindergartens and elementary schools to ensure the establishment of good oral care habits.

In 2023, from January to December, the event was held at 100 educational facilities from January to May, with about 10,000 children participating.





Teaching children correct tooth brushing





Photos from the day of an event

2 Activities for Adults to Promote and Raise Awareness of Oral Care Habits

In2023, LW gave free samples of *Ciptadent*, sold by LW, and provided opportunity for taking dental check-ups in the residential areas of 10 Indonesian cities. The staff in charge of the event went around town bustling with music and invited many citizens to participate, and prepared several washbasins for people to actually experience brushing their teeth. In addition to the educational aspect, the event provided a fun, entertaining and fulfilling way to promote good oral care. Approximately 10,000 residents participated in the activities, which provided an opportunity to learn the importance of creating healthy oral care habits.











Photos from the day of an event

3 Raising Oral Care Awareness at Schools on World Oral Health Day

LW conducted oral care awareness activities at educational institutions on March 20, 2023, with the aim of establishing tooth brushing habits among students. Using the *Systema* brand toothpaste and toothbrushes sold by LW, the students brushed their teeth together, and developed quizzes and fun activities related to oral care. Three hundred people participated, mainly students and teachers.







Event poster and photos from the day of the event

4 Oral Care Event Held at a Pedestrian Mall

Jakarta, the capital of Indonesia, is known worldwide as a city famous for its heavy traffic and congestion. Therefore, every Sunday morning, the Indonesian government institutes a car-free day across about six kilometers of the city's central roads and opens them to pedestrians to be enjoyed by the general public. In 2023, LW held an oral care event during this pedestrian paradise to expand contact with consumers and promote brand awareness. The event booth was visited by 1,000 participants, who each received samples of toothpaste and took part in a toothbrushing experience.









Photos from the event at the pedestrian mall

5 Inclusive Oral Care Activities

Lion Group is advancing inclusive oral care activities aimed at providing opportunities for oral care (via products, services and education) to people dealing with economic hardship, physical limitations or disparities in education or information.

Activity 1 Donations to an orphanage to support education on oral care and hygiene habits

Period	August 2020
Location	Pondok Taruna Orphanage, Jakarta
Outside collaborators	GBI Jemaat Induk Senayan Church
Participants	30 people
Details	150 packages of <i>KODOMO Wet Wipes</i> 150 tubes of <i>KODOMO Toothpaste</i> (20g) 150 bottles of <i>KODOMO</i> shampoo (45ml) 60 tubes of <i>Systema</i> toothpaste (20g) 60 tubes of <i>ZACT</i> toothpaste (20g)

Activity 2 Donations to disadvantaged children supported by a church

Period	December 2020
Location	Saint Albertus Harapan Indah Church
Outside collaborators	Saint Albertus Harapan Indah Church
Participants	30 people
Details	120 bottles of <i>Zinc</i> shampoo (70ml) 44 tubes of <i>KODOMO toothpaste</i> (45g) 44 <i>KODOMO</i> toothbrushes 144 <i>Ciptadent</i> toothbrushes 144 tubes of <i>Ciptadent</i> toothpaste (75g)



Commemorative photo with children and staff from the orphanage



At Saint Albertus Harapan Indah Church

Donation Activities

As a company that manufactures and sells products used in everyday living, and to fulfill its corporate social responsibility, LW actively engaged in such social contribution activities as donations of products sold by the company.

Donation activities related to natural disasters

Activity 1 Support for people affected by the 2021 West Sulawesi Earthquake

Period	January 2021
Location	Mamuju Regency, West Sulawesi
Details	Donation of Rp10,272,000 worth of LW products for approximately 500 people affected by the magnitude 6.2 earthquake that struck West Sulawesi in 2021.

Activity 2 Support for people affected by floods

Period	February 2021
Location	Karawang, West Java
Details	Donation of Rp11,027,200 worth of LW products for approximately 500 people affected by heavy rains and flooding in West Java.

Activity 3 Support for an orphanage

Period	April 2021
Location	Depok, West Java
Details	Donation of Rp2,680,000 worth of LW products for approximately 200 orphans.

Activity 4 Support for people affected by floods

Period	June 2021
Location	Lebak Regency, Banten
Details	Donation of Rp3,544,000 worth of LW products for approximately 300 people affected by heavy rains and flooding in Banten.

Activity 5 Support for an orphanage

Period	September 2021
Location	Kramat Jati, East Jakarta
Details	Donation of Rp3,544,000 worth of LW products for approximately 200 orphans.

Activity 6 Support for people affected by the eruption of Mount Semeru

Period	December 2021
Location	Semeru, East Java
Outside collaborators	CT ARSA Foundation
Details	Donation of 10,272,000Rp worth of LW products for people affected by the eruption of Mount Semeru in East Java (for approximately 100 children and 300 adults) through CT ARSA Foundation, an organization that supports poor rural communities.





Children receiving LW products

Donation activities related to the COVID-19 pandemic

Activity 1 Donation of LW products to Faculty of Dentistry, University of Indonesia

Period	April 2020
Location	Faculty of Dentistry, University of Indonesia
Outside collaborators	Faculty of Dentistry, University of Indonesia
Donations	21 boxes of <i>Zinc</i> shampoo (70ml) 20 boxes of <i>Serasoft</i> shampoo (70ml) 20 boxes of <i>Emeron</i> shampoo (70ml) 19 boxes of <i>Ciptadent</i> toothbrush 19 boxes of <i>Ciptadent</i> toothpaste (75g)
Details	Donation of LW products to those working at the Faculty of Dentistry of the University of Indonesia affected by COVID-19.

Activity 2 Donation of LW products to disadvantaged communities

Period	May 2020
Location	Kodi Utara, East Nusa Tenggara
Outside collaborators	CT Arsa Foundation
Donations	21 boxes of <i>Zinc</i> shampoo (70ml) 7 boxes of <i>KODOMO Wet Wipes</i> (10 sheets) 21 boxes of <i>MAMA Lime</i> dishwashing detergent (230ml) 7 boxes of <i>Ciptadent</i> toothbrush 7 boxes of <i>Ciptadent</i> toothpaste (75g)
Details	Donation of LW products to disadvantaged communities affected by COVID-19 through CT Arsa Foundation, which supports poor rural communities.

Activities at Lion Corporation (Korea)

✓ Oral Health Care

Cleanliness

Environmental Conservation

Donation Activities

Oral Health Care

1 Oral Care Product Promotion in Collaboration with Baby Food Companies

From 2022 and into 2023, Lion Corporation (Korea) ("LCK") ran a campaign offering two-packs of *KODOMO Reliable Jelly Toothbrushes* to first-time customers of baby food for children aged 0 to 2. These customers also receive coupons they can use for future purchases of these toothbrushes. For families starting weaning, children learning to brush their teeth on their own with parents supervising and finishing up the job are very important habits to form. With the aim of establishing the habit of tooth brushing from an early age, in 2023, 3,500 people per month-for a total of 42,000 people participated in this activity.



A promotional advertisement

2 Oral Care Education for Children at Playtime Kids Café

In 2023, LCK partnered with Playtime, South Korea's No. I local kids cafe, to provide 9,200 children aged 3 to 7 who visited Playtime facilities with a *KODOMO* Toothbrush. This activity was aimed at reducing children's reluctance toward tooth brushing and informing them about the importance of oral care. A *KODOMO* Toothbrush commercial also played inside Playtime to increase brand recognition.



Marketing promotional materials

3 Oral Care Guidance at Nursery Schools, Elementary Schools and Welfare Facilities

In cooperation with Seodaemun-gu Health Center and the Department of Preventive Dentistry and Public Oral Health at Yonsei University College of Dentistry, LCK has set up tooth brushing facilities that provide dental checkups and instruction on proper oral care at educational institutions, where education on tooth brushing has been provided since 2014.

LCK has set up tooth brushing facilities targeted toward elementary school students from first to sixth grades within Seoul's Seodaemun District. At these facilities, dentists and dental hygienists provide ongoing oral care education and monitoring. Dental examinations are conducted twice a year for four years with follow-ups as needed. In order to ensure the children develop proper oral care habits, dental hygienists visit nursery schools, elementary schools and welfare facilities to educate them on such habits as brushing their teeth after meals as well as on correct preventive dentistry.

In 2023, I2 elementary schools participated with approximately 9,632 students receiving instruction on oral care, bringing the cumulative total number of students served to 7l,009.







An oral care lesson in progress

4 Holding the Oral Health Event of Tooth Brushing for Children

The Lion Group places emphasis on fostering children's awareness of dental and oral health in order to help them stay healthy for a lifetime. Aiming to teach correct oral care to elementary school students, the Lion Group has held the Oral Health Event of Tooth Brushing for Children since 1932. Currently, the event is held annually in Asia.

LCK has held the Oral Health Event of Tooth Brushing for Children since 2009. In May 2023, 85 students—50 fourth grade students from a Japanese school in Seoul and 35 fourth to sixth grade students from a Japanese school in Busan—participated in the event. In total, 8,288 children have participated in this event since 2009.





Oral Health Event of Tooth Brushing for Children (2019)



Children who participated in the event (2019)



LCK employees who participated in the event (2019)

5 Tooth Brushing Sets Given to Celebrate the Start of School

In April and May 202l, LCK provided sets of its *Kids safe* toothbrushes and toothpaste for 5,300 first-graders in elementary school with the aim of developing proper oral care habits to maintain their health. The sets were provided through Teacher Mall, a specialized online mall where teachers at registered schools purchase teaching supplies.









Kids safe promotional pop-up on the Teacher Mall website

6 Lectures about Health Care for Local Residents

LCK has been contributing to the improvement of local residents' health care by joining health care programs (promoted by local community organizations such as public healthcare centers, cultural centers and school nurse associations) and conducting health care lectures.

The content of each lecture is tailored to its target audience. Specialists assigned by LCK give lectures on a wide range of health-related topics, such as correct oral care for infants and parents, oral health management, the relationship between oral health and systemic illness, and living habits to prevent infectious diseases.

In 202l, to prevent the spread of the COVID-l9, lectures were held twice via Zoom, with approximately 250 people participating, bringing the total number of participants since 20l2 to l9,l50.





Lectures on health care for local residents (2020)

7 Running the Oral Care Consultation Room Jointly with a Public Health Center

Aiming to increase local residents' awareness of oral health and preventive dentistry, LCK and Gwangjin-gu Public Health Center have jointly held the Oral Care Consultation Room every Tuesday since 2012. Participants learn to conduct self-checks of their dental and oral conditions and then receive individual professional examinations. Based on these, they receive personal guidance on self-care methods in accordance with their individual dental and oral needs.

A total of approximately I7,000 people, including around I,790 people in 2019, have taken part in the Oral Care Consultation Room. In 2022, LCK paused this activity due to COVID-I9.





Personal guidance on oral care methods based on individual dental and oral conditions

Cleanliness

Special Collaboration Project

Actions for Handwashing Day 2023





LCK held the My Bottle Challenge in support of Global Handwashing Day from August I to September 30, 2023. Those who purchased *Ai! Kekute** either on Lion Korea Mall or NAVER.com were sent My Bottle Stickers. Lion Korea Mall then uploaded the stickers created by participating children to their official Instagram page. The families who provided the pictures were invited to join in the My Bottle Challenge, NAVER's live commerce event, where a contest was held to select the best entries based on criteria like affinity with the *Ai! Kekute* brand, whether it inspired a desire to wash one's hands, and artistry. The event was held in collaboration with Child Fund Welfare, a children's charitable foundation, and approximately 600 children enjoyed learning about hand washing.

* Ai! Kekute (literally, Oh! Clean!) is a hand soap brand marketed by LCK.



1 Ai! Kekute Limited Edition Products Created in Collaboration with People with Disabilities: Season 4 Project

LCK releases *Ai! Kekute* limited edition products every year. Through the Miral Welfare Foundation and Goodwill,* people with disabilities are involved throughout the processes of product design, packaging, sales and handling donations related to these products. Proceeds of the donated *Ai! Kekute* Limited Edition to the Miral Welfare Foundation are used to create jobs for employees at Goodwill and BridgeOn Arte, an organization under the Miral Welfare Foundation that supports artists with developmental disabilities. This initiative is aimed at contributing to the employment and income growth of people with disabilities.

Project aims

- Create social and economic value through collaborative creation with people with disabilities
- Overcome subconscious prejudice against disabilities and respect the diversity of each individual
- Create a positive image of the brand and the company by showing that this campaign is unique to Ai! Kekute

In April 2023, the limited-edition products (Season 4) were launched, and the initiative contributed to the creation of employment for 30 people with disabilities.

* Goodwill is a non-profit organization that provides job training and employment services for people who are socially disadvantaged in their search for work, such as people with disabilities and homeless individuals.



An artist with a developmental disability participated in the package design



Ai! Kekute Season 4 limited edition project



Recommendations for in-store sales

2 Hygiene Care Activities in Cooperation with Municipalities

The declining birthrate is a social issue facing South Korea, and municipalities are promoting activities to counter it. Aiming to improve the birthrate, LCK has signed partnership agreements with municipalities and is implementing measures in cooperation with the government. To support the health of newborns, LCK provides a Hygiene Care Set to families who have recently filed birth certificates.

In 2023, LCK expanded this initiative, signing partnership agreements with 56 municipalities. In addition, LCK aims to reduce anxiety about rising health risks in South Korea stemming from environmental pollution, such as fine particulate matter (PM2.5), and provided information on correct hand washing steps to 43,032 households, for a cumulative total of about 609,429 households, along with *Ai! Kekute* hand soap.





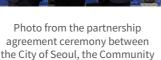
Partnership agreements with municipalities

3 Locally Creating Good Hygiene Habits through the Yochi Yochi Campaign, a Maternity Support Initiative

Since 2013, LCK, together with the Ministry of Unification, has offered support for childbearing families in all 56 municipalities across South Korea by providing *Ai! Kekute* Birth Gift Sets free of charge through the renewal of its social contribution activity, the Yochiyochi Campaign. From 2024, LCK will offer a hygiene product set, which includes *Ai! Kekute* hand soap and *Systema* toothpaste and toothbrushes, to pregnant women for whom proper hygiene is especially important due to weakened immunity. The product packaging design was created in collaboration with *Arip & Werip*, a social enterprise that contributes to job creation for low-income elderly people, adding value to the product. In November 2023, LCK signed a partnership agreement with the City of Seoul and the Community Chest of Korea, to donate hygiene products for expectant mothers.

Through this activity, LCK will contribute to the creation of cleanliness and good hygiene habits for 40,000 expectant mothers per year.





Chest of Korea, and LCK



Provided hygiene supply set

4 Hygiene Education Campaign "Let's Go! Super Healthy Hero"

"Let's Go! Super Healthy Hero" is an online hygiene education project held from May to June 2024 for first and second grade elementary school students who are transitioning from baby teeth to permanent teeth. LCK, Good Neighbors Incheon Headquarter and Seed Co-op (a social cooperative for youth education) collaborated to provide online educational video content and a 30-day Challenge Mission. The campaign website and all educational videos are available in six languages: Korean, English, Japanese, Chinese, Vietnamese and Russian.

This campaign has gained official approval and support from the Incheon Ministry of Education. Through this activity, about 900 first and second grade students of elementary schools in Incheon will learn proper tooth brushing and hand washing hygiene habits every year.



Image from the campaign's website

5 Supporting the Korea Disease Control and Prevention Agency's Proper Hand Washing Campaign

LCK has established a relationship with the Korea Disease Control and Prevention Agency,* an agency under the Korean Ministry of Health and Welfare that was established to protect the health of the public.

In cooperation with the Korea Disease Control and Prevention Agency's hand washing campaign and in celebration of Global Handwashing Day on October I5, LCK's marketing office adhered campaign stickers to five long-selling *Ai! Kekute* products, which sold approximately I50,000 units between November 2022 and March 2023 through all distribution channels.

* The COVID-19 pandemic demonstrated the need to strengthen the government's disease control capabilities. Therefore, in 2020, the Korea Centers for Disease Control and Prevention were raised to agency status as the Korea Disease Control and Prevention Agency.







Five Ai! Kekute products with campaign stickers

6 Ai! Kekute and CGV Launch Collaborative Promotional Campaign

LCK is carrying out a large-scale promotional campaign for *Ai! Kekute Premium Moisture* in movie theaters operated by CGV, South Korea's largest movie theater chain.

The campaign features posters and video advertisements in cinema lobbies across the country. Furthermore, theater restrooms are set up with posters, *Ai! Kekute* products and stickers that provide proper hand washing instructions. In 2023, the theaters saw 56 million visitors.



Large-scale advertising in theaters (on screens and hanging banners, etc.)



Sticker posted in theater restrooms providing instructions for hand washing using Ai! Kekute Premium Moisture

7 Supporting Healthy Living Environments for Socially Vulnerable People

Health problems arising from poor living environments (such as sick building syndrome and issues caused by house dust) among the elderly and other socially vulnerable people have become a social issue in South Korea. The Korean Government has launched a support project (via the Korea Environmental Industry & Technology Institute affiliated with the Ministry of Environment) to tackle this issue in cooperation with companies, hospitals and municipalities.

LCK has been a supporting member of this project since 2015, distributing daily care products such as dishwashing detergents, laundry detergents and oral care products in areas with significant vulnerable populations. In 2023, LCK offered support to 1,500 households, and it will continue to support this project with the aim of realizing healthy living environments for everyone.





Partnership agreement

Donating products to the elderly

8 Promoting an Educational Hygiene Program for Children in Cooperation with Happy Alliance*

LCK signed a partnership agreement with Happy Alliance in August 2017 to engage in social contribution activities and promote a sustainable social contribution business model.

In March 2023, LCK provided Happy Boxes to l,400 children suffering from food insecurity or living in economic conditions that present hygiene difficulties. These Happy Boxes contain Kids safe toothbrushes and toothpaste marketed by LCK and leaflets about cavity prevention, enabling children to practice proper brushing at home.

Moving forward, LCK will continue its partnership with Happy Alliance to contribute to improving children's quality of life.

* Happy Alliance is a network of enterprises, institutions and individuals that, based on sharing and cooperation, are working to bring about change by proactively addressing social issues.



Happy Alliance signing ceremony



LCK employee volunteers with boxes of products that include LCK daily necessities for delivery to the socially vulnerable

9 Collaborative Promotional Campaign with Challengers, a Health Management Mobile App Targeting Generation MZ

From September to October 2022, LCK conducted a hand washing awareness campaign coinciding with Global Handwashing Day on October 15, 2022, using the Challengers health management mobile app marketed toward Generation MZ.* During the campaign, 500 Challengers app users were given a mission to wash their hands correctly using LCK's *Ai! Kekute* foaming hand soap and authenticate their efforts by uploading photos to Instagram to get the word out about creating healthy living habits. By promoting activities such as this, LCK will fulfill its duty as the number one hand soap company in Korea.

* Generation MZ is a combination of two generations: the "Millennials," born from the mid-l980s to the early l990s, and "Gen Z," born between the late l990s and 2010.





Campaign ad

10 Ai! Kekute and ChildFund Korea Launch Colorful Bathroom Campaign

In May 2020, LCK signed a basic agreement with the ChildFund Korea, the largest charitable foundation serving underprivileged children in Korea, to jointly pursue the following.

- Improving the hygiene of hand washing environments in facilities used by children, such as local children's community centers
- Supporting children with disadvantaged hygiene environments by encouraging the use of hygiene products and establishing hand washing habits, which have become even more important with the COVID-I9 pandemic
- Providing hygiene education by employees

As part of this initiative, LCK has donated a portion of the sales of *Ai! Kekute* (l00 million KRW) to the foundation. The donated funds will be used to cover the sanitation maintenance expenses for sinks and toilets in facilities used by children. The goal of the Colorful Bathroom Campaign is to improve the health of children and the local community as a whole by adding color to the sanitary environment by putting out *Ai! Kekute* and keeping sink areas clean at all times.

In 2022, the project visited and provided maintenance at a total of l3 local children's community centers serving 500 children 4 to l6 years old in the Seoul area.









Ai! Kekute in bathrooms before and after remodeling

Collaborated with cartoonists to promote the campaign on Instagram

11 Ai! Kekute Hand Washing Class for Children

To teach children ways to protect their health, LCK has conducted educational activities on hand washing using *Ai! Kekute*, a hand soap marketed by LCK. Childhood is the most critical period for establishing good hygiene care habits. In 2016, LCK conducted *Ai! Kekute* hand washing classes for kindergarteners aged 4 to 6 in Seoul and nearby cities. These classes involved a bubbly foam-shaped mascot character and a facilitator that captured the children's attention and encouraged active participation. In 2017, LCK carried out the event at 50 kindergartens, with 6,580 kindergarteners participating.

In 2019, through monthly volunteer programs, LCK taught children at two local community centers as well as four kindergartens attended by children of LCK employees how to wash their hands properly (target age group: 4 to 13 years old, for a total of 300 participants). Through hand washing songs and exercises, children learn that hand washing is not boring, but actually fun.









Ai! Kekute hand washing class

Environmental Conservation

1 Environmental Cleanup Activities in Incheon's Seunggicheon Area

In April 2023, LCK participated in an environmental cleanup in the Seunggi Stream area hosted by Incheon Metropolitan City Government.

This project involves picking up trash and removing invasive plants from around the Incheon Seunggi Stream to improve the water quality and restore the water ecosystem, contributing to the improvement of nearby residents' quality of life. I5 LCK employees participated in the activity conducted in collaboration with the Incheon Metropolitan City Government, the Crime Prevention Policy Bureau of the Ministry of Justice, the Incheon Naval Sector Defense Command, Incheon Transit Corporation, the Environmental Corporation of Incheon, CJ CheilJedang and the Incheon Metropolitan City River Revitalization Preparation Group.

LCK is committed to the theme of "One Company, One River, One Company, One Road Building Campaign and Urban Development" and will continue to regularly participate in the West Sea Coastal Cleanup activities.





Cleanup activities in progress

2 Supporting a Forest Development Project

A small island on the Han River, Nanjido became Seoul's official landfill in the l970s. Due to Seoul's rapid urbanization and economic growth, Nanjido was eventually covered by enormous mountains of garbage. After the landfill site closed down around l990, the government gave the issue serious consideration and planned the Landfill Recovery Project. The project aims to recover the site, transforming it into "ecological parks." One of these is Haneul Park, where citizen groups, companies and the government are working together to promote a forest development project aimed at restoring biodiversity. As an environmentally friendly company, LCK has been supporting this project since 2017. LCK has developed its own forest with the name of *Ail Kekute*, where employee volunteers have planted approximately l00 trees. As the young trees reach sufficient size and strength, LCK employees transplant them to the Haneul Park forest.

This activity was conducted by 86 employees and their families in 2019.



Finding places to transplant the trees



Tree transplanting



"Ai! Kekute Forest" project participants, including members of employees' families

Donation Activities

To fulfill its corporate social responsibility, LCK, as a hygiene product manufacturer, actively engaged in such social contribution activities as in-kind donations of hygiene products sold by the company.

Activity 1 Commemorative donation of *Ai! Kekute* to help prevent infectious diseases in nursery schools for young children and teachers

Period	November 2023
Outside collaborators	Childcare Center Safety & Insurance Association
Donation	Donation of Ai! Kekute hand soap to 30,000 nursery schools across South Korea
Details	LCK's CSR & Communication team, under the ESG & Communication Office, collaborated with the Childcare Center Safety & Insurance Association to donate <i>Ail Kekute</i> hand soap to nursery schools to help create proper hand washing habits and prevent infectious diseases among young children and teachers.



Activity 2 Donating BEAT detergent to support the self-reliance of Korea's youth

Period	Youth Day, September 4th 2023
Outside collaborators	Green Umbrella Children's Foundation and an organization supporting self-reliance in Seoul
Donation	LCK, one of the leading manufacturers of hygiene products in South Korea, donated <i>BEAT</i> , the country's leading detergent brand, to support the livelihood of young people in Seoul aiming for self-reliance.
Details	To help young people (l30 in total) between the ages of l8 and 32 living in Seoul to become self-reliant and establish a stable foundation for their lives, in collaboration with the Seoul Metropolitan Government agency in charge of supporting self-reliance, and provided them with daily commodities such as washing machines, dryers and BEAT, a leading detergent brand in South Korea.



Activity 3 CSR donation promotions for eye health

Period	March and September 2022
Outside collaborators	Miral Welfare Foundation Helen Keller Center and Korea Foundation for the Prevention of Blindness
Donation	Assistance with eye surgery costs through organizations associated with eye health
Details	LCK provided substantial support to fulfill the company's corporate social responsibility and improve brand leadership by helping to pay for eye surgeries through eye health related organizations. Support for cultural activity planning and outdoor activities to promote the emotional well-being of people with visual or auditory impairments.







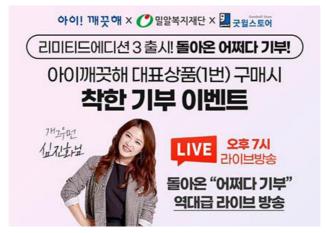
Participants dig for clams

Activity 4 November Braille Day commemoration activities

Period	Ongoing since 2022
Outside collaborators	Regular Consultative Committee for Household Goods Business Operators (LCK, LG Household & Health Care, AK, P&G Korea, Henkel Korea), Korea Consumer Agency, Korea Blind Union and the Community Chest of Korea
Donation	Produced Braille tags for product identification
Details	The Regular Council of Household Goods Suppliers produced Braille tags for product identification, and LCK participated in their distribution. In some product categories, it can be difficult for visually impaired consumers to distinguish between products because the container shapes are the same or similar. To solve this problem, LCK has produced and distributed Braille tags that can be applied to a variety of products, contributing to the safety of the visually impaired.

Activity 5 Ai! Kekute Limited Edition donation event

Period	April 2022
Outside collaborators	NAVER
Donation	Donation of proceeds
Details	Donation promotions with consumer-participation help reinforce positive perceptions of the company and restore trust in its products. For every Ai! Kekute Limited Edition Season 3 set purchased via NAVER live-streaming, one set was donated to Goodwill. In addition, the donation status was relayed in real-time to encourage more donations, with the proceeds going toward creating employment opportunities for people with disabilities.



An advertisement for the live streaming event

Activities at Lion Daily Necessities Chemicals (Qingdao) Co., Ltd.

Oral Health Care

Cleanliness

Donation Activities

Oral Health Care

1 Oral Care Awareness Activities for Children in Collaboration with Dental Clinics and Educational Institutions

Lion Daily Necessities Chemicals (Qingdao) Co., Ltd. ("QDL") has conducted oral care educational activities in cooperation with 213 dental clinics and educational institutions in Shanghai, Beijing, Guangzhou, Shenzhen and Jiangsu for the purpose of educating people on oral hygiene. This educational activity was designed to help children aged 0-12 understand the importance of brushing their teeth, and provided *KODOMO* brand toothpaste sets sold by QDL. Approximately 300,000 children learned the importance of tooth brushing.







Photos from an oral care awareness activity

2 Oral Care Education Activities in Collaboration with IBQ Dental Clinic

QDL, in collaboration with IBQ Dental Clinic in Shanghai, presented "LION first class," an educational program on the subject of oral care, from January to December 2023. The program introduced oral care products sold by QDL, helping spark interest in such products and thereby creating potential customers. Also highlighted were creative displays designed to help find the right oral care products. Home oral care is important to dental health and this program provided a fun experience that helped participants get a sense of that importance.





Photos from an oral care educational activity

3 Product Promotion at NEOBIO Parent-Child Paradise

A mouthwash promotion display was set up at NEOBIO, a major science amusement park, from January to December 2022, welcoming 36,000 families with children aged 3 to 10. Using mouthwash is a very important habit that helps people maintain a clean mouth. Pocket-size samples of *NONIO* mouthwash were placed in the park's restrooms, giving visiting families the opportunity to try it for themselves. In addition to Shanghai, this promotion was rolled out in Wenzhou, Shenzhen, Chengdu, Guangzhou, Changsha, Hangzhou, Xi'an, Chongqing, Ningbo, Nanjing and Suzhou.



A park restroom where pocket-size samples of NONIO mouthwash were offered

4 Oral Care Education Program for Expectant Mothers at MMBang Mother Care Institution

Due to fluctuating hormones during pregnancy, expectant mothers are more prone to dry mouth than other women. To assist with oral care during this special time, bottles of *NONIO Mouth Spray*, an oral care product sold by QDL, were distributed to 20,000 expectant mothers at MMBang, a care facility for soon-to-be mothers, from January to December 2022. This promotional activity was conducted in Shanghai, Beijing, Tianjin and Guangzhou to raise awareness of the importance of oral care among pregnant women.





An expectant mother and a healthcare worker hold up packages of NONIO Mouth Spray

5 Supporting Maternity Classes

Since 2013, maternity classes have been held annually at about 200 obstetrics and gynecology clinics located in 15 cities in China. The maternity classes are conducted for soon-to-be mothers to support them as they prepare to give birth. The maternity classes include periodic lectures on oral care during pregnancy, as expectant mothers tend to be especially susceptible to oral health issues.

QDL supports these lectures by providing oral care products and information on correct oral care to the clinics.







Lecture at the Maternity Class







Oral care gift sets were provided to expectant mothers

6 Raising the Oral Care Awareness of Expectant Mothers

In every district of Shanghai, expectant mothers who have reached the third month of pregnancy are required to register personal information regarding their pregnancy and birth plans at a community hygiene health care center in their towns. QDL cooperates with the Shanghai Institute of Planned Parenthood Research, a municipal government department, to promote the importance of oral care during pregnancy. Oral care gift sets that contain leaflets titled "Oral Care Directions for Soon-to-Be Mothers" and *Systema* toothbrushes and toothpaste (both products sold by QDL) are distributed to expectant mothers who come to health care centers to register. The oral care gift sets have been provided to about 300,000 expectant mothers every year from 2014 to 2017.



Oral care gift sets given to expectant mothers (left) Leaflet titled "Oral Care Directions for Soon-to-Be Mothers" (right)







Handing out the oral care gift set

7 Oral Health Event of Tooth Brushing for Children

The Lion Group places emphasis on fostering children's awareness of dental and oral health in order to help them stay healthy for a lifetime. Aiming to teach correct oral care to elementary school students, the Lion Group has held the Oral Health Event of Tooth Brushing for Children since 1932. Currently, the event is held annually in Asia.

QDL has held the Oral Health Event of Tooth Brushing for Children since 2017. In 2021, about 30 students from Japanese elementary schools in Shenzhen and Qingdao participated in the events held in June and November. An educational DVD and oral care sets (including an event booklet, toothbrush, toothpaste, dental floss and mirror) were sent to the participating schools in advance. Using the distributed oral care sets, the students learned the causes of cavities and how to properly use toothbrush and dental floss.

Cleanliness

1 Hand Washing Promotion for Children at Educational Institutions

QDL is promoting the importance of hand washing among children ages three and up at various educational institutions in Shanghai, Hangzhou, Ningbo, Suzhou, Shenzhen, Guangzhou, Beijing, Jinan, Qingdao and Wuhan. With the hope of making hand washing fun for children, QDL provides *KireiKirei* hand soap (a product it sells) and posts the "Happy Hand Washing" slogan and stickers showing correct hand washing steps at hand washing sinks.

In 2023, this activity was conducted in 220 educational institutions, teaching more than 220,000 children correct hand washing methods.









Hand soap installations and promotional materials at each facility

2 Hand Washing Activities at Kindergartens

In Shanghai, to prevent the spread of infectious diseases, children are encouraged to wash their hands before entering the kindergarten building. As a support measure, QDL has supported hand washing activities aimed at children ages three to six in kindergartens in Shanghai since 2016.

QDL provides *KireiKirei* hand soaps (a product it sells) to kindergartens for children to use at hand washing sinks. Moreover, QDL supports the hand washing classes conducted in kindergartens. In the hand washing classes, children are taught the importance of hand washing by their teacher, and every child receives a *KireiKirei Health Diary*, which contains instructions on correct hand washing techniques and timing.

In 2023, KireiKirei Health Diaries were distributed to approximately 76,000 children at 60 kindergartens.



Hand soap installations in a kindergarten

3 Awareness-Raising Videos about Hand Washing in Taxis

KireiKirei brand hand soap is sold in a number of countries and regions, including China, by Lion Group companies. From April to October 2020, amid the COVID-19 pandemic, QDL partnered with a taxi company in Shanghai to raise awareness about hand washing and hand sanitizing, using taxis as a way to reach a large number of people. When passengers boarded a taxi, screens mounted in the front seat backs played a video explaining correct hand washing techniques and promoting KireiKirei Hand Soap. The video not only provided information about the product, but communicated the importance of hand washing for preventing infection during a pandemic and correct hand washing techniques. This video ran in approximately 8,000 taxis, reaching around 70 million passengers. At the end of the video, the screens displayed a QR code linking to the major Chinese e-commerce site JD; by visiting this link, consumers were able to easily purchase KireiKirei products





When passengers boarded the taxi, the video played, communicating the importance of hand washing for preventing infection

4 Raising Awareness of Health and Hand Washing at Hospitals in Shanghai

QDL has posted hand washing wall-posters featuring *KireiKirei* illustrations in hospitals to raise awareness of health and hand washing among children and their parents and promote healthy living since 2018. These posters depict correct hand washing practices.

In 2020, these posters were put up at a new hospital in Shanghai, and approximately 250,000 families had the chance to learn from them. Also, QDL provides *KireiKirei* samples so visitors can try using it and practice correct hand washing techniques.







KireiKirei illustrations to raise awareness of the connection between health and hand washing at hospitals

5 Setting up the LION's Wonderful House in Big Parks in Shanghai

In Shanghai, spring and autumn are the most popular seasons to spend time outdoors, and many people gather at parks. However, there are not many places at such venues for people to wash their hands before eating and drinking. Since 2016, QDL has set up the Hand Washing House at key times of year in big parks in Shanghai. Users of the Hand Washing House are taught how to wash their hands correctly, and *KireiKirei Health Diaries*, containing instructions on correct hand washing techniques and timing, are distributed to all participants.

In 2019, the Hand Washing House was updated to become LION's Wonderful House. This limited-time event aimed to teach visitors about the merits of QDL's products. In addition to conventional *KireiKirei* hand soap, the house had exhibition booths promoting such oral care products and brands as the *KODOMO* brand. Furthermore, to offer a more comprehensive look at house cleaning lifestyle options, QDL expanded the display area to include household products for fabric care and living care, such as TOP brand items. Staff encouraged visitors to try the product samples and explained the products' key functions and features. If, after being given the chance to browse all the products, visitors chose to buy a QDL product through its website, they were given the chance to play the Interactive Gachapon Machine,* which gives good odds on winning QDL products. These park events reached appropriately 70,000 park visitors.



LION's Wonderful House in a big park





Visitors trying TOP & KODOMO products



Interactive Gachapon Machine

- * Interactive Gachapon Machine How to play:
 - 1. Visitors throw a big coin into the hole of the lower green box.
- 2. A pink or blue capsule containing papers will fall from the upper space automatically.
- 3. After opening the capsule, visitors can get a gift card for the QDL product named on the paper.
- 4. With this card in hand, visitors can go to the lottery desk to get the appropriate gift on the spot.

Donation Activities

To fulfill its corporate social responsibility, QDL, as a hygiene product manufacturer, actively engaged in social contribution activities, such as in-kind donations of hygiene products sold by the company.

Donations for children undergoing medical treatment

Period	From September 2023
Outside collaborators	AI YOU Foundation JD Public Welfare JD Health and JD Finance
Donations	Donation of 200,000 RMB and <i>KODOMO</i> brand products (worth 10,000 RMB) to the AI YOU Foundation for infants and orphans undergoing medical treatment
Details	For National Teeth Day in China, QDL's <i>KODOMO</i> brand team donated its products and cash to "Love Smile," a public health event for children receiving medical treatment.









Event in collaboration with the AI YOU Foundation



Donated Products, KODOMO, sold by QDL

Activities at Lion Corporation (Hong Kong) Ltd.

∨ Oral Health Care
∨ Cleanliness

Oral Health Care

1 Supporting "Love Teeth Day"

Lion Corporation (Hong Kong) Ltd. ("LCHK") participated in "Love Teeth Day," an annual charity fund-raising event in Hong Kong started in 2008, organized by the Community Chest of Hong Kong, the Hong Kong Dental Association and the Hong Kong Department of Health. LCHK has taken part for 14 consecutive years, since 2009. The aim of this campaign is to heighten public awareness of oral health and to encourage people to practice preventive oral care.

On December 15, 2023, "Love Teeth Day" was held and donations were collected from Hong Kong citizens to support oral health services for the needy. Participants who donated more than HK\$35 received the "Love Teeth Day Pack" in appreciation of their support. This is a gift set of various oral care products that promote oral care at home. In 2023, LCHK donated 40,000 *Systema* toothbrushes for inclusion in the "Love Teeth Day Pack."





Love Teeth Day 2023 poster

Love Teeth Day Pack

2 Supporting Oral Care Education Classes at Kindergartens and Nurseries

The "Brighter Smiles for the New Generation" is a territory-wide oral health promotion program organized by the Hong Kong Department of Health and the Hong Kong Dental Association. Oral care education classes are conducted at kindergartens and nurseries. LCHK supports this program. (From November 2015 to June 2020.)

In the oral care education classes, children aged three to six are taught how to brush their teeth correctly in a fun manner by their classroom teacher. After the class, each child is awarded a certificate of class completion and given a *Systema Kid's Toothbrush* and *KODOMO Toothpaste* (oral care products of LCHK) for use at home.

99,000 children at about 770 kindergartens and nurseries participated in this program in 2020.



Children show their brightest smiles as they hold their Systema Kid's Toothbrushes.

Cleanliness

Special Collaboration Project
Actions for Handwashing Day 2023



From June to October 2023, LCHK conducted the *KireiKirei* My Bottle Sticker Drawing Contest in support of Global Handwashing Day. Along with bottles of *KireiKirei*, LCHK distributed stickers to kindergarten students for them to draw on. A contest was held to encourage students to post their sticker drawings to KIREI's and Classmate Facebook page. Among the 2,500 sticker entries, 23 winners were chosen. The children enjoyed learning about the importance of maintaining good bacteria and staying healthy.



Examples of unique sticker entries

Activities at Lion Home Products (Taiwan) Co., Ltd.

 ✓ Oral Health Care

Hygiene Care

Donation Activities

Oral Health Care

Oral Health Class for Children

With the aim of fostering children's awareness of dental and oral health from a young age, the Lion Group has held the Oral Health Event of Tooth Brushing for Children since 1932. Started in Japan, the event is presently held in Asia. As part of this event, in cooperation with the Lion Foundation for Dental Health (LDH) [2], Lion Home Products (Taiwan) Co., Ltd. ("LHPT") conducted oral health classes at two Japanese elementary schools and three local elementary schools in June 2019.

76 children from Japanese elementary schools (33 from Kaohsiung Japanese School and 43 from Taichung Japanese School) and 820 children from local elementary schools (120 from Taichung Wurih Elementary School, 100 from Kaohsiung Wucyuan Elementary School and 600 from New Taipei City Jimei Elementary School), for a total of 896 students, participated in the event. LHPT first held such classes at local elementary schools in 2018 and extended its outreach to different local schools in 2019. The event featured programs prepared specifically for students in lower grades (grades 1 to 3) and higher grades (grades 4 to 6).*

Students in lower grades were taught about the "function of teeth and replacement of the baby teeth by adult teeth" and "the source of cavities (plaque)" in a 30-minute class. They were also taught tooth brushing techniques for their specific tooth alignment using hand mirrors and toothbrushes.

For students in the higher grades, LDH explained the cause of gingivitis, gave tips for observing the gums, and then provided individual instruction on how to brush according to specific tooth alignment for preventing gingivitis using a model set of teeth.

Participating students found the content easy to understand and learned about the importance of teeth and tooth brushing.

Photos of the oral health class for children at Japanese elementary schools





Children from Kaohsiung Japanese Elementary School enthusiastically answering oral hygienist's (LDH) questions



Children from Taichung Japanese Elementary School listening carefully to a lecture delivered by an LDH oral hygienist

^{*} The Japanese elementary school system lasts for six years, from first grade to sixth grade.

Photos of the oral health class for children at local elementary schools







Teaching correct tooth brushing methods to children
(Left: Taichung Wurih Elementary School, Center: Kaohsiung Wucyuan Elementary School,
Right: New Taipei City Jimei Elementary School)







Commemorative photo with the LION mascot, who is popular in Taiwan (Left: Taichung Wurih Elementary School, Center: Kaohsiung Wucyuan Elementary School, Right: New Taipei City Jimei Elementary School)

Hygiene Care

Special Collaboration Project

Actions for Handwashing Day 2023





From June to August 2023, LHPT worked with Benesse on a campaign of events in support of Global Handwashing Day. Sample products and bottle stickers were distributed to new subscribers to Benesse's monthly teaching content 'Challenge'. Participants drew illustrations on these stickers and submitted them. These illustrations were evaluated based on their affinity with the theme, creativity and design.

Approximately 13,000 children enjoyed learning about the importance of hand washing.







Examples of stickers created by children

1 Educational Programs to Raise Awareness of Hand Washing Habits at Kindergartens

Hand washing has taken on an increased importance as a preventive measure since the COVID-19 pandemic. LHPT conducted educational programs on hand washing habits at 2 kindergartens in northern Taiwan in October 2023, with the aim of teaching children the importance of hand washing and proper hand washing methods. Classes conducted under the program last 30 to 40 minutes and comprise the parts listed below. Approximately 140 kindergarten students, teachers and parents participated in the programs.

- 1. Lesson from the teacher on hand washing hygiene
- 2. Singing and dancing to a special hand-washing song
- 3. Drawing original hand soap bottle labels
- 4. Hand washing
- 5. Bacteria check

LHPT also donated *KireiKirei Foaming Hand Soap* to the schools for use in their hand washing areas so children could put the lessons into practice.

In the lesson on hand washing hygiene, the teachers talked about germs and viruses, how hand washing can protect your loved ones, the correct way to wash hands and the features of *KireiKirei Foaming Hand Soap*. The presentation also included an easy-to-understand bacterial experiment using black lights.

After the lesson, the children took home their original soap bottles featuring their hand-drawn stickers to use with their families, helping to promote their continued use of *KireiKirei Foaming Hand Soap*.

Furthermore, to publicize the event, LHPT collaborated with newspapers to publish articles. This increased the exposure of the event and boosted awareness of the importance of hand washing among an even greater segment of the public.



A teacher explains the black light experiment



Children create their unique bottle stickers



Hand washing experience



Group photo with the LION mascot

2 Educational Activities on Hand Washing Habits at Elementary Schools

In 2022, LHPT conducted educational activities at 48 elementary schools in Taiwan to establish hand washing habits and raise awareness of cleanliness and hygiene, with 15,369 elementary school students, teachers and parents participating. At eight of these schools, workshops utilizing hand washing boxes were held. A hand washing box shines a black light on participants' hands and those areas not properly cleaned will glow. By encouraging children to wash their hands more carefully, these workshops help them learn proper hand washing techniques.

In conjunction with Global Handwashing Day on October 15 (established by UNICEF and other international organizations, universities and companies working to address water and sanitation issues), the workshop at Taipei City Municipal Zhishan Elementary School was covered by the media to generate public interest.

LHPT will continue working to help more children create good hand washing habits for healthy daily living.



Children learning about correct hand washing with the LION mascot

Donation Activities

To fulfill its corporate social responsibility, LHPT actively engaged in such social contribution activities as donations of products sold by the company.

Donation activities related to the COVID-19 pandemic

Activity 1 Donation of products to local residents

Period	August 2022
Location	Southern Taiwan (Jiayi Village, Majia Township, Pingtung Prefecture; Maer Village and Anpo Village, Sandimen Township; Guangfu Village, Gao Shu Township; and Qingye Elementary School, Sandimen Township, Pingtung Prefecture)
Outside collaborators	Taipei Medical University
Donations	· 150 Lion toothbrush/toothpaste sets for travel The total (retail) value of the above products is NT \$ 1,500
Details	Provided knowledge of correct oral care and donated LHPT products to Southern Taiwan residents ages 6 to 80 with the aims of reducing future needs for dental treatment and promoting health.

Activities at Lion Kallol Limited

Cleanliness

Raising Hygiene Habit Awareness in Bangladeshi Elementary Schools

Establishing hygienic habits is a significant social issue in Bangladesh since, in addition to its hot and humid climate, a number of communities lack proper sanitation. Therefore, the Lion Group participates in educational programs for general consumers under the Project for Strengthening the Inspection, Regulatory and Coordinating Function of the Bangladesh Food Safety Authority (BFSA), which has been developed by Japan International Cooperation Agency(JICA) and the BFSA to educate Bangladeshi elementary school students about good hand washing and hygiene habits related to food safety.

In this project, training on awareness-raising activities is provided to elementary school teachers, and those teachers are expected to develop educational hygiene activities that target not only students but their parents and the local communities each elementary school serves, thereby ensuring the project's sustainability. Stories with large illustrations and card games help children learn proper hygiene habits in a fun way.

The illustrations used in the stories are supervised by Dhaka University and are well received by teachers for their ease of understanding. In 2023, teachers and 24,233 elementary school students from all 539 elementary school in the Narayanganj district participated in this activity. In 2024, we will further expand the scale of our activities in order to spread good hygiene habits to as many people as possible in Bangladesh.



A story with large illustrations are read to children



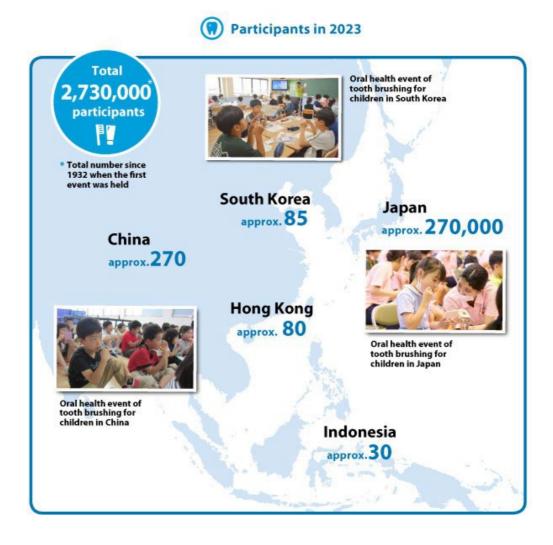
Educational hygiene habit activities

The Oral Health Event of Tooth Brushing for Children in Japan and other countries (mainly in Asia)

In order to maintain lifelong dental and oral health, it is important to establish proper oral care habits early on. Placing emphasis on fostering elementary school students' awareness of dental and oral health, Lion has held the Oral Health Event of Tooth Brushing for Children since 1932, in cooperation with the Lion Foundation for Dental Health (LDH) . The event is held every year during dental/oral health week, from June 4 to 10.

2023 marked the 80th year of this event. Instead of holding a single event via live webcast, as in recent years, a more flexible format was adopted. Schools in Japan could participate on any day by using a 45-minute educational DVD. In 2023, approximately 270,000 children at 4,934 schools participated.

The annual event is held in Japan as well as other countries, mainly in Asia.



Promoting Cleanliness and Hygiene Habits

The Lion Group provides stable supplies of the hand soaps and sanitizers that are used in a variety of settings as well as conducts educational programs in Japan and across Asia mainly to promote the prevention of infection in the home and its transmission among family members.

The World Health Organization (WHO) has urged nations to exercise caution despite announcing the end of its declaration of a "public health emergency of worldwide concern" regarding COVID-19.

It is crucial to establish proper hygiene practices as opportunities for face-to-face interaction grow alongside the resurgence of socioeconomic activity. We will therefore promote both awareness and the spread of hygiene habits in collaboration with local governments and other organizations seeking to help form clean and hygienic habits that keep loved ones safe though programs that include enjoyable and practical elements unique to the Lion Group.

Originating in Japan, KireiKirei is sold in Northeast Asia and Southeast and South Asia.

The Lion Group held the Global My Bottle Sticker Drawing Contest in the countries and areas where we operate on October 15, Global Handwashing Day.*

The contest is aimed at promoting the development of enjoyable hand washing habits to aid all families in leading healthier lives.

In 2023, we received over 5,267 applications from eight countries and areas. We will continue to work together as the Group to create cleanliness and hygiene habits.

* Established in 2008, the International Year of Sanitation, by international institutions, universities, companies and other actors working to address problems related to water and sanitation



For more details, please visit our website.

KireiKirei supports Global Hand Washing Day: My Bottle Sticker Drawing Contest

▼ Together with the Environment

Environmental Approach and Policy / Management

- ✓ Approach ✓ Environmental Policy ✓ Environmental Management System
- ▼ Environmental Management Structure
 ▼ Legal Compliance

Approach

In 2019, the Lion Group established the LION Eco Challenge 2050, a set of long-term environmental objectives, with the goal of promoting business activities that help to address global problems, such as those identified in the Paris Agreement and the Sustainable Development Goals (SDGs). In 2022, many countries, including Japan, began raising their environment- and sustainability-related targets. We have also revised our objectives as we work to achieve carbon neutrality by 2050. Aiming to realize a decarbonized, resource-circulating society, we will promote environmentally friendly habits with consumers to continuously provide planet-friendly lifestyles that make more sustainable living easy.

Environmental Policy

The Lion Group's Environmental Policy adheres to the spirit of the Lion Group Charter for Corporate Behavior, which states: "We shall play a positive and active role in creating a sustainable society that harmonizes economic development and environmental protection."

Environmental Management System

The purpose of the Lion Group's Environmental Management System is to identify, evaluate and remedy the adverse environmental impacts of our business activities, products and services, and to improve our environmental conservation activities on an ongoing basis.

We strive to enhance systems for environmental management and reporting with the aim of addressing environmental issues globally. Environmental data on the Lion Group is available on our website.

> Environmental Data

Status of ISO 14001 Certification

Lion acquired ISO 14001* certification covering its production sites in July 2001 and has maintained this certification since. Including the plants of Group companies in and outside Japan, the Lion Group continues to push ahead with its management systems and environmental conservation activities in accordance with ISO 14001.



ISO 14001 Certificate of Registration

> Lion Group ISO 14001 certifications

^{*} ISO 14001: An international standard for environmental management

Environmental Management Structure

To grow our businesses while reducing our impacts on the global environment, the Sustainability Promotion Council, which consists of the executive corporate officers, including the President, and representatives of related divisions. The council deliberates on policy for dealing with environmental problems and monitors the progress of related efforts.

Top Environmental Audits

Lion's top management has been carrying out environmental audits of Lion and domestic Group production sites since 1999. Since 2009, we have formulated audit plans based on the characteristics of each plant and carried out regular audits every three years. In 2023, the Akashi Plant, Osaka Plant and Chiba Plant underwent environmental audits under Director Kobayashi, the director in charge of the Sustainability Promotion Department.





Top environmental audits (2023) Left: Osaka Plant. Right: Chiba Plant

Internal Environmental Audits

Trained internal environmental auditors regularly conduct internal environmental audits to check compliance with the requirements of ISO 14001. The relevant departments then take responsibility for implementing improvements regarding any issues thus identified. In addition, the general managers of offices and plants conduct management reviews to confirm that organizational management systems are constantly being improved to be more apt, fair and effective.

Legal Compliance

Lion ensures compliance with environmental laws and regulations. In addition, we carry out management based on proprietary management standards.

Proper Waste Disposal

For waste disposal, a waste disposal officer at each operating site commissions waste disposal contractors based on contractor selection standards laid out in Lion's waste management regulations. We also perform regular on-site inspections of waste disposal contractors' facilities to determine whether we should continue to commission them.

Proper PCB Waste Storage and Disposal

Polychlorinated biphenyl (PCB) was once widely used as an insulating oil in electrical equipment for its excellent fire resistance and electrical insulation properties, but its manufacture and import are now prohibited by law. Lion had been strictly storing and disposing of PCB-containing equipment in its possession in compliance with the Act on Special Measures concerning Promotion of Appropriate Handling of PCB Wastes until disposal could be outsourced. The disposal was completed in 2022.

Wastewater Management

We manage ordinary wastewater to ensure that we do not emit wastewater that violates legal or regulatory water quality standards through such means as enhancing the stability of wastewater treatment facilities, maintaining and reinforcing treatment control, and carrying out emergency drills. Furthermore, operating sites form agreements with individual municipalities and establish and enforce voluntary standards to ensure thorough wastewater management.

Proper Management of Fluorocarbons

Identifying the facilities covered by the Fluorocarbon Emissions Control Act, doing simple and periodic inspections, keeping records, and calculating the amount of leakage are all part of Lion's response to the legislation. No operating sites in fiscal 2023 had fluorocarbon leaks that required notification. We will keep working to prevent leaks and encourage the introduction of non-fluorocarbon and low Global Warming Potential (GWP) equipment when updating facilities.

Responding to Legal and Regulatory Changes Related to the Environment

With regard to revisions of environmental laws and regulations, namely, the Act on the Rational Use of Energy, the Act on Promotion of Global Warming Countermeasures, the Act on Confirmation, etc. of Released Amounts of Specific Chemical Substances in the Environment and Promotion of Improvements to the Management Thereof, the Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc., the Waste Disposal and Public Cleansing Act and the Soil Contamination Countermeasures Act and the Fluorocarbon Emissions Control Act, information is collected from administrative agencies and industrial associations to ensure that related departments are up to date on and fully compliant with the latest developments.

There were no violations resulting in fines or other penalties in 2023.

Environmental Objectives and Achievements

- ▼ LION Eco Challenge 2050 Long-Term Environmental Objectives
- ▼ The Lion Group's Initiatives to Address Climate Change
- Eco-First Commitment
- ➤ Participation in External Environmental Initiatives

LION Eco Challenge 2050 Long-Term Environmental Objectives

In 2019, the Lion Group established the LION Eco Challenge 2050, a set of long-term environmental objectives, with the goal of promoting business activities that helping to address global problems, such as those identified in the Paris Agreement and the Sustainable Development Goals (SDGs). In 2022, many countries, including Japan, began raising their environmentand sustainability-related targets. We have also revised our objectives as we work to achieve carbon neutrality by 2050. Aiming to realize a decarbonized, resource-circulating society, we will promote environmentally friendly habits with consumers to continuously provide planet-friendly lifestyles that make more sustainable living easy.



Progress of Initiatives for 2030

Zero-carbon throughout business activities (Scope 1 and 2)

Indicators

CO₂ emissions throughout business activities ⇒ 55% reduction in comparison with 2017 (absolute quantity)

Progress

Down 39% compared with 2017

Initiatives going forward

Reduce energy usage through energy-saving activities. Purchase electricity generated by renewable energy sources.

Low environmental burden/and carbon neutrality of our own product life cycle (Scope 3)

Indicators

CO₂ emissions throughout product lifecycles ⇒ 30% reduction in comparison with 2017

Progress

Up 3% compared with 2017

Initiatives going forward

Provide environmentally friendly products and promote environmentally friendly habits. Promote decarbonization at the stage of procurement through supplier engagement.

Indicators

Petrochemical-derived plastic use rate ⇒ 70% or less

Progress

96%(Japan), Rate of containers and other packaging using sustainable materials: 3.9%

Initiatives going forward

Increase use of recycled plastic and biomass materials in products and containers. Continuously promote reduced use and reuse of plastic in products and containers.

Indicators

Water usage throughout product lifecycles \Rightarrow 30% reduction in comparison with 2017 (per unit of net sales)

Progress

Down 13% compared with 2017

Initiatives going forward

Reduce water usage by consumers through the provision of water-saving products.

Help achieve a carbon negative society by reducing its environmental burden (Scope 4)

Indicators

Contribute to a CO₂ emission reduction effect in excess of Lion's own emissions. (Japan)

Progress

Plan to formulate actions and KPIs and verify their effectiveness

Initiatives going forward

Reduce society's overall CO_2 emissions through collaboration with other industry actors and companies.

Reduce household CO2 emissions through provision of environmentally friendly products.

Making Planet-Friendly Lifestyles a Reality

Carbon neutral product lifecycles (Scope 3)



Increasing investment in environmentally friendly equipment through internal carbon pricing



Renewable energy

100% renewable energy in all Group plants and offices (by 2024 in Japan; by 2030 overseas)



Collaborative smart logistic

Logistics EDI

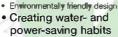


Ethical products

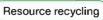
Procurement

Supplier engagement

 Increasing lineup of certified products Carbon recycling



Create Environmentally Friendly Habits with Consumers



- Promoting 3Rs + renewables
 Contributing to the creation of a recycling society
- Creating refill habits
- · Creating waste-free habits



Digital transformation

- Enhancing lifecycle assessment and Scope 3
- Usability





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- Sustainable fashion (Long-lasting clothing)
- Smart homes (Spending comfortable, relaxing time at home)
- Decarbonized transportation (Popularization of environmentally friendly vehicles)

Co-creation with society

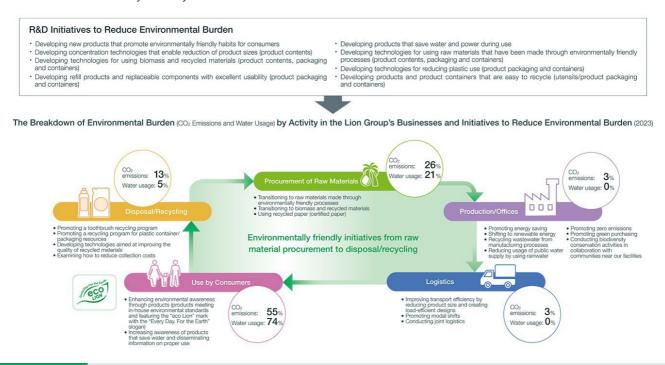
- Changing consumer behavior/Cultivating
- (Ecosystem comprising industry, government and private sectors) CO₂ absorption by forests/Afforestation

Help achieve a carbon negative society by reducing its environmental burden. (Scope 4)

Lion Sustainability Website 2024

Activities for Reducing Environmental Burden

As part of its responsibility as a producer, the Lion Group is working to achieve decarbonization and to solve plastic and water resource issues in every stage of the product lifecycle, from the procurement of raw materials to use by consumers, disposal and recycling. As laundry and other housework requires electricity and water, CO₂ emissions and water usage are at their highest at the stage when consumers use our products. Going forward, we will work to reduce the environmental burden of our products at this stage through the provision of environmentally friendly products and services and the creation of environmentally friendly habits for consumers.



The Lion Group's Initiatives to Address Climate Change

Climate change has become a pressing social issue in recent years and presents serious future risks to corporate management as well as the possibility of new opportunities for corporate activities. Under the Vision2030 long-term strategic framework, the Lion Group has made reinforcing initiatives to address the sustainability material issues one of its management strategies and designated creating healthy living habits and promoting environmental initiatives for a sustainable planet as its top priority material issues. Accordingly, we are working to mitigate risk by reducing CO₂ emissions and other means while advancing a variety of initiatives to address the risks and opportunities presented by climate change, such as promoting the formation of environmentally friendly habits together with consumers.



Lion's Greenhouse Gas Reduction Targets Validated by the SBT Initiative

In March 2023, Lion has had its greenhouse gas (GHG) reduction targets for 2030 validated by the Science Based Targets (SBT) initiative*1 as being based on sound scientific grounds and aligned with the target of limiting global warming to 1.5°C. This validation follows a previous validation from SBT in 2020 as being aligned with the target of limiting global warming to well below 2°C.



☑ Science Based Targets

- *1 The SBT initiative (SBTi) is a collaborative international initiative established in 2015 by the CDP, the United Nations Global Compact (UNGC), World Resources Institute (WRI) and the World Wide Fund for Nature (WWF). The initiative assesses and validates whether GHG reduction targets set by companies based are properly science-based to help achieve the Paris Agreement goal of keeping the increase in the global average temperature to 1.5°C above pre-industrial levels.
- Validated GHG Reduction Targets (Targets for 2030)
- Reduce total Scope 1*2 and 2*3 GHG emissions (absolute quantity)*4 by 55% (compared with 2018 levels)
- Reduce Scope 3*5 GHG emissions (absolute quantity) by 30% (compared with 2018 levels)
- Increase annual electricity procurement from renewable sources to 100% (from 0% in 2018)
- *2 Scope 1: Direct emissions from the use of fuel by the Company.
- *3 Scope 2: Indirect emissions from electricity and heat purchased and used by the Company.
- *4 CO₂ emissions account for 99.8% of Lion's GHG emissions (2022 figure).
- *5 Scope 3: Indirect emissions from the Company's value chain (excluding those covered by Scope 1 and Scope 2) attributable to purchased goods and services (category 1) or end-of-life treatment of sold products (category 12).
 - > News release: Lion's Greenhouse Gas Reduction Targets Validated by the SBT Initiative

Eco-First Commitment

Under the Eco-First Program, companies make a commitment to the Minister of the Environment regarding their global warming countermeasures, efforts to reduce waste and promote recycling, and other voluntary initiatives to conserve the environment (Lion's Eco-First Commitment [Japanese] [1]). The Minister of the Environment then certifies that such companies are leaders in their industries in terms of implementing forward-looking, voluntary business activities in environmental areas.

In 2008, Lion became the first company in a manufacturing industry to be certified as a member of the Eco-First Program. Since then, we have updated our Eco-First Commitment in step with the establishment of long-term environmental objectives. The last such update was made in 2019 to reflect the LION Eco Challenge 2050 long-term environmental objectives.

Eco-First Promotion Council

The Eco-First Promotion Council [Japanese] is an organization established in December 2009 to reinforce coordination among environment-related governmental bodies and EcoFirst Program member companies, increase awareness of the program and further enhance initiatives to address environmental issues.

Since the council's establishment, Lion has actively participated as a core member, serving as the chair company from fiscal 2012 to 2013. Lion was involved with council operations as the managing company until fiscal 2023 and is now participating as a general member.

Participation in External Environmental Initiatives





Culean Doson Material Alliance



Eco First Companies
Association [Japanese]

☑ CLOMA Japan Clean Ocean Material Alliance







☑ Japan Climate Initiative

☑ Plastics Smart [Japanese]

Keidanren Initiative for Biodiversity Conservation



☑ GX League [Japanese]

Information disclosure based on TCFD recommendations

The Lion Group's Response to the TCFD

Climate change has become an urgent social issue in recent years and brings serious risks to corporate management as well as the potential for new business opportunities. In May 2019, the Group endorsed the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD), an organization established by the Financial Stability Board (FSB). From October 2019 to January 2020, Lion took part in the Ministry of the Environment's Project to Analyze Scenarios of Climate Risks and Opportunities in Accordance with TCFD, evaluating the financial impact on its operations of climate-related risks and opportunities. In 2022, we expanded the scope of its analyses to encompass businesses, communities, product categories and supply chains, developing them into full-scenario analyses. The climate-related information resulting from these analyses is disclosed based on the TCFD framework.



Initiatives and Policy to Address the TCFD Recommendations

Core Elements of the TCFD's Recommended Climate Related Disclosures		The Lion Group's Initiatives	
Governance ar	The organization's governance around climate-related risks and opportunities.	Climate-related risks and opportunities are reported to the Sustainability Promotion Council (which meets twice a year) by its E Subcommittee and also reported, as needed, to the Executive Management Board, Executive Committee and Board of Directors.	
		 In addition, a working group had been established under the Council to responsively look for business opportunities in the changes in external conditions brought about by climate change. 	
Strategy	The actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning	Based on the TCFD recommendations, we conducted scenario analyses using a 1.5°C scenario and a 4°C scenario for the Consumer Products Business and some countries of the Overseas business, the operations of which are likely to be impacted by climate change by 2030 and 2050.	
		We worked to identify and evaluate short-, medium- and long-term climate-related risks for the period from the present to 2050 and factor them into our businesses, strategy and financial planning.	
Risk Management	The processes used by the organization to identify, assess, and manage climate-related risks	The Lion Group has designated certain climate-related risks that have the potential to significantly impact the Group's businesses as "shared risks" to be managed Group-wide alongside countermeasures to such risks. The Corporate Planning Department and E Subcommittee coordinate such management, working together to identify, assess and manage these risks.	
		> Click here for risks and countermeasures (Japanese only)	

Core Elements of the TCFD's Recommended Climate Related Disclosures		The Lion Group's Initiatives	
Climate Related Disclosures		 The CO₂ emissions of Lion Corporation and its domestic and overseas consolidated subsidiaries (Scopes 1, 2 and 3) are disclosed on Lion's website. The LION Eco Challenge 2050 long-term environmental objectives include realizing a decarbonized, resource-circulating society as well as targets for 2030 based on the metrics of CO₂ emissions, petrochemical-derived plastic usage and water usage. The greenhouse gas reduction target is 1.5°C, certified by the SBT Initiative. News Release: Lion's Greenhouse Gas Reduction Goals Certified by SBT Initiative 	

Overview of Scenario Analyses

- We conducted scenario analyses using scenarios in which the average global temperature increases 1.5°C or 4.5°C from the pre-industrial average by 2100. These analyses, focused on effects in 2030 and 2050, were carried out for the Consumer Products Business (for the oral care, beauty care, fabric care, living care and pharmaceutical product fields) and the Overseas Business (for businesses in China and Thailand).

 The principal scenarios used for this analysis were the following.
 - * Principal scenarios used for analysis of transition risks and opportunities: The IEA's NZA and STEPS scenarios
 - * Principal scenarios used for analysis of physical risks and opportunities The IPCC's RCP1.9 and 8.5 scenarios
- The analyses consisted of identifying climate-related risks and opportunities in each scenario, considering their qualitative impacts on businesses and then quantitatively estimating these impacts in financial terms in order to rate them as large, medium or small. As a result, the introduction of a carbon tax and increased raw material and packaging costs were identified as risks that have a large impact on our businesses. The expansion of markets for sustainable products was identified as an opportunity that has a large impact on our businesses. In addition, we are studying the latest literature, including the IPCC's AR6, to envision how conditions related to daily living will shift due to climate change as a perspective for exploring new business opportunities.

The Lion Group's Main Climate-Related Risks and Opportunities

Risks and Opportunities			Impact ¹				
	RISKS and C	opportunities	Description	4°C	1.5°C		
	Introduction of a carbon tax (Scopes 1, 2 and 3)		 Increased factory operating costs due to the full-scale introduction of emissions trading and the application of carbon taxes by governments Increased raw material procurement 	Small	Large ²		
			costs due to carbon taxes on emissions, including Scope 3 emissions				
	Increased	Fossil fuel-derived	 Increased costs due to the full-scale introduction of emissions trading and the application of carbon taxes 	Large	Medium		
	cost of raw materials	Palm oil-derived	 Increased costs due to tightening of palm oil regulations and increased use of certified oil 	Small	Medium		
Transition		Plant-derived (from corn, mint, etc.)	 Increased prices due to decreases in crop yields 	Small	Small		
	Increased	Plastic-derived	Increased costs due to regulations on plastic use	Small	Medium		
	cost of packaging and	Aluminum-derived	 Increased costs due to a shift from iron to aluminum as a result of regulations on vehicle weight, etc. 	Small	Medium		
	containers	Timber resource-derived	 Increased costs due to forest fires, forest protections or logging regulations 	Small	Small		
Expansion o sustainable			 Expansion of demand for sustainable products, including those that save water and power, due to rising customer awareness of ethical consumption 	Small	Large		
	Increased average temperature		 Increased operational and personnel costs due to growing energy costs and burden on workers 	Small	Small		
Physical			Increased sales of laundry-related products due to higher temperatures and of hygiene-related products and services due to increases in infectious disease	Medium	Small		
	Changes in precipitation and weather patterns		 Increased costs of dealing with impacts on the operations of Lion or its suppliers due to increased flooding and water stress. Potential for decreased credibility in the event that stable supply cannot be maintained. 	Medium	Small		
	Increased severity of extreme weather events		Decreased revenue due to internal logistics delays and supply chain interruptions resulting from increased severity of extreme weather events. Potential for decreased credibility in the event that stable supply cannot be maintained.	Small	Small		

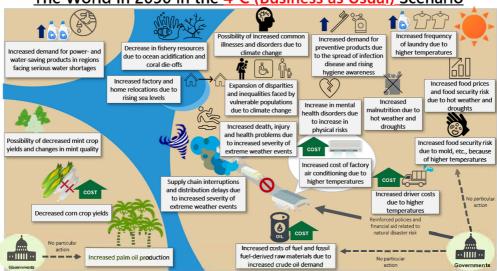
^{1.} Risks are shown in red, opportunities are shown in blue

^{2.} Impact if the LION Eco Challenge 2050 environmental objectives are not met and CO₂ emissions are not significantly reduced

Summary of Scenario Analysis Results

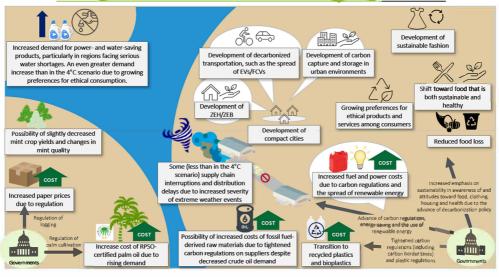
- Lion has been advancing efforts to address the scenarios used in the most recent analyses for some time but will continue to direct management effort at further reinforcing resilience to change going forward.
- Under the 4°C scenario, the increased cost of fossil fuel-derived raw materials is a major risk. Lion is already advancing efforts to replace such raw materials with plant-based materials and reinforcing other efforts aimed at decarbonization. Furthermore, to address rising physical risks, such as those of floods and water stress, we are advancing such efforts as reinforcing business continuity planning and supply chain data coordination. In terms of opportunities, the markets in such areas as products related to infection prevention and laundry are expected to grow, so we are working to develop related products and reinforce related services. Furthermore, we will continue to explore growth opportunities in the fields of oral health and infection control—areas of strength for Lion—to address the increase in the risk of the spread of infectious disease.
- Under the 1.5°C scenario, the increased cost of plastic-, aluminum- and palm oil-derived raw materials and packaging is a major risk. Lion is already advancing initiatives to reduce such risk, including reducing the use of petroleum-derived plastic and procuring RSPO-certified palm oil and palm kernel oil derivatives. In terms of opportunities, we expect substantial expansion in demand for environmentally friendly products, presenting the potential for business expansion by increasing offerings of products that meet the Lion eco-standard. Furthermore, these initiatives will help to reduce CO₂ emissions during the product use and disposal stages, which account for the majority of Lion's Scope 3 emissions. In addition to these efforts, as under the 4°C scenario, we are exploring other ways of securing opportunities for further growth. These include the development of technologies suited to the growth of sustainable fashion and other lifestyle changes as well as expanding the supply of electro-conductive carbon, which will be necessary for the development of decarbonized transportation, including the spread of electric vehicles.
- In addition, we will monitor social trends as we consider measures to address issues that currently have only a small quantifiable financial impact but could present a large future risk to Lion (such as procuring high-quality mint).

The World in 2050 in the 4°C (Business as Usual) Scenario



The World in 2050 in the

1.5°C (Decarbonization Measures Adocted) Scenario



Realizing a Decarbonized Society

Approach

Since the Industrial Revolution, rising emissions of CO2 and other greenhouse gases (GHGs) have contributed to global warming. The impact of global warming-driven climate change on people and ecosystems is expected to become increasingly severe, coming in such forms as more frequent heavy rains, flooding and other natural disasters, dwindling food and water resources, extreme heat, and outbreaks of infectious disease.

The Lion Group conducts businesses that utilize natural resources, such as oil palm and pulp and paper, and therefore recognizes global warming as major risk to its operations.

The Paris Agreement, aimed at mitigating climate change and transitioning to a decarbonized society, came into effect in 2016. The agreement includes the shared global long-term targets of limiting the average global temperature increase to well below 2°C (the "well below 2°C target") and of pursuing efforts to limit the increase to 1.5°C. In support of the targets of the Paris Agreement, in June 2019, Lion set the long-term CO2 emissions reduction targets of a 30% reduction by 2030 compared with 2017 and net zero by 2050. In 2020, one of Lion's targets was validated by the Science Based Targets (SBT) initiative as being aligned with the well below 2°C target.

Furthermore, in May 2019, Lion endorsed the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD).

In May 2021, the LION Group took into consideration such social trends as the Japanese government's increase in its 2030 greenhouse gas emission reduction target from 26% to 46% (compared to 2013). Based on this, to help realize the common global goal of limiting the temperature increase from pre-industrial times to within 1.5°C, we raised the 2030 CO2 reduction target under the LION Eco Challenge 2050 for business site activities from 30% to 55% (compared to 2017).

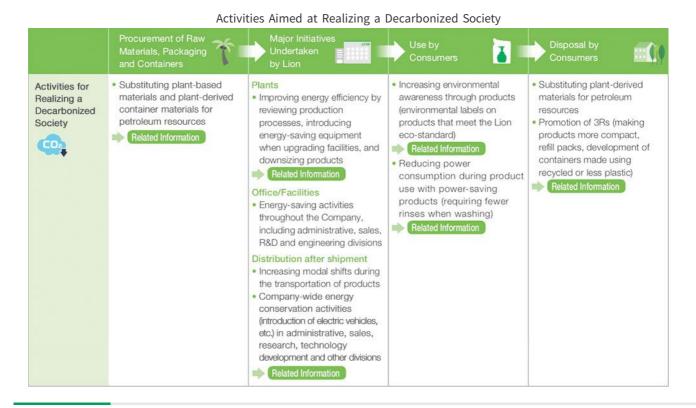
To speed up the achievement of this goal, we also decided to switch the sourcing of all of the Group's purchased electricity to renewable energy sources by 2030. Furthermore, to facilitate capital expenditure on decarbonization, we introduced the Internal Carbon Pricing (ICP) system, which virtually converts CO2 emissions into costs based on our own criteria, thus securing a reference for environmental investment decisions.

Based on its Environmental Policy and the LION Eco Challenge 2050, the Lion Group strives to reduce GHG emissions in its business activities and to contribute to decarbonization by providing environmentally friendly products and services in addition to promoting eco-friendly habit creation together with consumers. Through such efforts, we will contribute to the mitigation of climate change.

- > Utilization of Internal Carbon Pricing (ICP) (Lion Integrated Report p.48)
- > Create Environmentally Friendly Habits with Consumers (Lion Integrated Report 2022 p.27 Growth Point 3)

Overview

The Lion group is working to reduce GHG emissions at all stages, from raw material procurement to consumer disposal. We will continue to promote efforts toward the realization of a Decarbonized Society.



Initiatives





Reduce CO₂ Emissions throughout Business Activities

Sustainability Material Issues 1 Promoting Environmental Initiatives for a Sustainable Planet



- Promotion of Energy Conservation Activities
- ✓ Utilization of Renewable Energy

Carbon Offsetting

Promotion of Energy Conservation Activities

In 2021, the Lion Group raised the target of reducing CO_2 emissions from its business activities from a 30% reduction (compared to 2017) to a 55% reduction by 2030 (compared with 2017). As the first part of efforts to achieve our CO_2 emissions reduction target, we are implementing thoroughgoing energy-saving activities at our various plants, offices and other facilities in Japan and overseas to increase energy efficiency.

Our production divisions consume higher amounts of energy, but are aiming to reduce CO₂ emissions by 1% or more per unit of production every year through energy-saving activities such as improving productivity and adopting high-efficiency equipment while working to reduce energy loss from utilities in such forms as steam and pressurized air and by recovering heat to save energy. In addition, our offices have set up power-saving projects as they strive to save energy.

When constructing new buildings, such as plants and employee facility buildings, we strive to implement energy-efficient facility design to reduce energy consumption. The Lion Group moved to its new headquarters (Kuramae, Taito-ku, Tokyo) in January 2023, and the building acquired the "S Rank" certification of the CASBEE-Smart Wellness Office system in 2021, which certifies a building's wellness performance and overall environmental performance. In the future, by comprehensively understanding the energy consumption status of all plants, we will discover more ways to conserve energy and achieve further energy savings.

Going forward, we will continue to advance measures to further reduce CO2 emissions.



CASBEE Smart Wellness Office S Rank certification of the new Lion headquarters



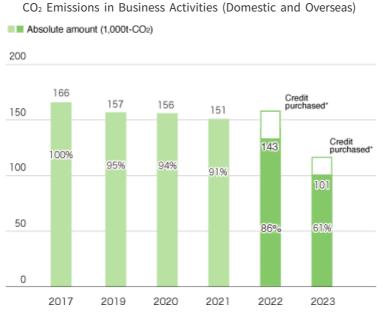
New employee facility building at the Lion Chemical Corporation Oleochemical Production Site (LCCOC)



Energy efficiency label at the new LCCOC employee facility building

Received Commendation from the Director General of the Kanto Bureau of Economy, Trade and Industry for Two Consecutive Years for Excellence in Energy Management

Lion received the Kanto Bureau of Economy, Trade and Industry Director-General's Award for Excellence in Energy Management in fiscal 2019 as an excellent business operator that has made notable contributions to energy conservation. This award was given for Lion's former headquarters building, following the award given for our former Tokyo office building in the previous year. Lion was rated highly for its efforts to reduce energy consumption by utilizing BEMS (Building Energy Management System) data during the relevant period (April 2014 to March 2019) to understand the status and ensure the proper operation of each piece of equipment within the building and by implementing detailed energy management. (Relevant location: former headquarters building)



^{*} We have corrected our figures due to errors in past data.

> ESG Data

^{*} Excludes carbon credit purchases. Including these, the amount was 159 thousand tons and 96% in 2022, 117 thousand tons and 71% in 2023.

Utilizing Renewable Energy

The Lion Group is committed to implementing thorough energy-saving activities but does not expect these to be sufficient to meet its CO₂ emission reduction targets. To make up the difference, it will be necessary to utilize renewable energy by such means as installing facilities to generate solar power for in-house use and switching to purchasing electricity from renewable sources.

Introduction of Solar Power Generation System for In House Consumption

We have already installed facilities to generate solar power for in-house use at the Hirai Office Site. In 2021, we additionally installed such facilities at LCCOC. Overseas, in the same year, a new solar power generation facility was installed and began operation in the building of the new drying tower added to Lion Corporation (Thailand) Ltd. (LCT). We intend to further increase the amount of solar power generated and increase renewable electricity procurement.





Solar power generation facility at the Hirai Research Center





Solar power generation facility at LCCOC



Exterior view of the new drying tower building at LCT

Switching to Renewables for Purchased Electricity

Lion has changed over its power contracts to power companies that supply 100% renewably energy sources. As a result, all domestic plants have been using renewable energy since January 2023 as has the new headquarters since April 2023 (partially using J-Credits).

We began by utilizing renewable energy and green power certificates at our domestic offices, and were able to eventually realize our goal of converting all our offices' electricity consumption to that from renewable sources in May 2023. In addition, at Lion's overseas operating sites, we are gradually advancing the switch to renewable energy, and aim to purchase 100% renewable energy across all of Lion's operating sites by 2030.

Carbon Offsetting

Lion Corporation (Thailand) Ltd. has purchased T-VER*(derived from solar powerX), a carbon offsetting credit, to offset the CO₂ from its electricity purchases for 2023.

* T-VER is a credit system operated by a Thai public organization.

Reduce CO₂ Emissions throughout Product Lifecycles

Sustainability Material Issue 1 Promoting Environmental Initiatives for a Sustainable Planet



Lion is taking on the challenge of resolving issues related to decarbonization by focusing not only on reducing CO_2 emissions at its business sites but also on reducing CO_2 emissions throughout the product lifecycles from raw material procurement to disposal by consumers, as part of its producer responsibility.

LION Eco Challenge 2050 and Objectives and Indicators for 2030

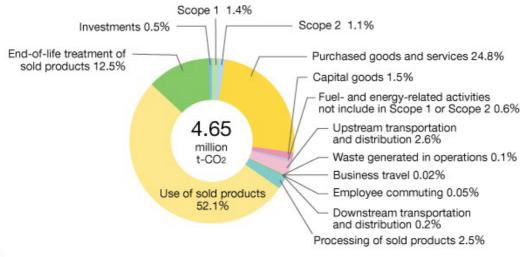
- Aim to reduce CO₂ emissions throughout the lifecycles of its products by 30% from 2017 levels (absolute amount) by 2030
- Aim to halve CO₂ emissions throughout the lifecycles of its product by 2050

Greenhouse Gas Emissions throughout the Supply Chain

Lion Group recognizes that understanding greenhouse gas (GHG) emissions throughout the supply chain is important to realizing a decarbonized society. Accordingly, since 2013, we have calculated GHG emissions throughout the supply chain based on the GHG Protocol Scope 3 standard. In fiscal 2023, our Scope 1, 2 and 3 emissions totaled 4,65 million t-CO₂.

Going forward, we will continue to promote and develop products that help reduce emissions during product use, a stage that accounts for a large portion of product lifecycles GHG emissions. By doing so, we will work to reduce GHG emissions.

GHG Emissions throughout the Supply Chain (2023)



Notes:

Scope: Lion and consolidated domestic and overseas Group companies, January-December 2023

Scope 1: Direct emissions from operating sites

Scope 2: Indirect emissions from the generation of purchased energy (electricity generation, etc.)

Scope 3: Emissions from the supply chain not included in Scope 1 or Scope 2

Scope 1 and 2 Greenhouse Gas Emissions from Domestic Operating Sites

(thousand tons)

	2019	2020	2021	2022	2023
Scope 1	21	19	21	21	20
Scope 2	50	48	52	52	15
Total	70	67	74	73	35
Carbon credits purchased	0	0	0	0	0

Notes:

Scope 1: Direct emissions from operating sites

Scope 2: Indirect emissions from the generation of purchased energy (electricity generation, etc.)

Scope 1 and 2 Greenhouse Gas Emissions from Overseas Operating Sites

(thousand tons)

	2019	2020	2021	2022	2023
Scope 1	44	47	56	49	43
Scope 2	43	42	22	36	38
Total	87	89	78	85	82
Carbon credits purchased	0	0	0	16	16

Notes:

Scope 1: Direct emissions from operating sites

Scope 2: Indirect emissions from the generation of purchased energy (electricity generation, etc.)

Included as a Supplier Engagement Leader under the CDP Supplier Engagement Rating for a Fifth Consecutive Year

The Lion Group was included for a fifth consecutive year as a Supplier Engagement Leader, a select list of the highest rated companies under the Supplier Engagement Rating (SER) of the CDP, an international non-profit organization that provides systems for environmental information disclosure.

The SER is based on the CDP climate change questionnaire items about governance, targets, value chain (scope 3) emissions and supplier engagement strategies. The rating covers companies that complete and return the CDP climate change questionnaire. The companies that receive the highest ratings for their actions and strategies to reduce greenhouse gas emissions and manage climate risk in their supply chains are selected for inclusion in the list of Supplier Engagement Leaders. In 2023, 458 companies including Lion (109 Japanese companies) were selected as Supplier Engagement Leaders.



^{*} The historical data contained an error, which has been corrected in the figures.

Logistics Division Initiatives

Lion works to reduce CO₂ emissions and energy consumption intensity through the following efforts.

- Using larger transport trucks
- Improving the transport loading rate
- · Expanding direct shipping from plants to shorten transport distances
- Promoting modal shifts from trucking to transport by rail or ship

Lion's overall modal shift rate in 2023 declined year on year. The modal shift rate for intra-company transport was 9.3% (compared with 10.5% in 2022).

Annual CO_2 emissions from logistics came to 22,013 tons, up 1.4% year on year. Energy consumption intensity increased 10.8% compared with the previous year, for a five-year average annual increase of 0.9%, falling short of Lion's target average annual reduction of 1% or more. We will continue efforts in these areas going forward.

Eco Rail Mark Certification

The Eco Rail Mark system was created by the Ministry of Land, Infrastructure and Transport to certify companies and products that use rail freight transport for a certain portion of product shipment. Because distribution processes are typically opaque to consumers, the Eco Rail Mark is a useful means for companies to indicate that they use or their products are shipped using environmentally friendly rail freight transport.



Lion's Eco Rail Mark certification was renewed in 2023. The certified Lion products are listed in the Eco Rail Mark pamphlet published by the Railway Freight Association and introduced on the website of the Ministry of Land, Infrastructure, Transport and Tourism.

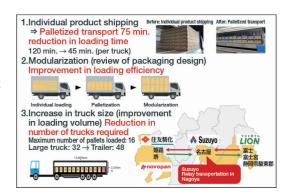
The following four products are certified (as of November 2023).

- 1. Between Toothbrush
- 2. CLINICA ADVANTAGE Toothbrush
- 3. CLINICA PRO Toothpaste
- 4. NONIO Toothbrush

Establishing a Sustainable Logistics System and Reducing Environmental Impact through Cross-industry Collaboration

To address to the "2024 problem" in logistics and reduce our environmental impact, we have reassessed our packaging design for logistics resources with four other companies in different industries, and switched to the use of trailers for transportation. By switching from individual product shipping to palletized transport, we aim to curb loading inefficiencies.

As a result of these efforts, Lion and the other companies jointly received the top MLIT Minister's Award for Green Logistics Partnership in the FY2023 Excellent Logistics Partnership Commendation Program.



Building a Logistics EDI

In the field of logistics data platforms, Lion is taking a leading role in solving logistics challenges facing the household consumer product industry. Lion collaborated with PLANET, INC., which operates a commercial logistics electronic data interchange (EDI), a logistics information infrastructure for the industry. Furthermore, Lion carried out demonstrations of the use of advanced shipping notices (ASNs) to digitize receipts and simplify inspections, and is rolling out the use of ASNs sent to wholesalers for individual delivery trucks.

We are also involved in activities to improve the efficiency and standardization of business processes at logistics sites, including the Study Group for Logistics Productivity in the Supply Chain sponsored by the Distribution Economics Institute of Japan, the membership of which comprises industry manufacturers and the logistics businesses responsible for their deliveries. We are leading the establishment of an industry-wide supply chain standard model, in cooperation with other manufacturers and logistics businesses. Through these initiatives, we aim to improve work environments, improve labor productivity and reduce environmental burden while building sustainable, resilient supply chains.

Aiming for inspection-free logistics using ASN

Receive order Place order Lion Wholesaler Inventory Inventory allocation allocation Logistics Advance **EDI** confirmation Shipment Scheduled Scheduled Scheduled content shipment shipment arrival confirmation data using data using confirmation advanced advanced shipping shipping notices (ASNs) notices (ASNs) Manifest-Inspection-Transport free free Shipment Arrival Logistics Receipt Receipt **EDI** confirmation Arrival Arrival inspection data inspection data (upon receipt) (upon receipt)

How We Achieve Operational Streamlining

Realizing a Resource-Circulating Society

Approach

The Lion Group is promoting various activities to realize a resource-circulating society by addressing issues such as plastic related problems and water resource shortages.

Plastic-related problems are related to other environmental issues as well. For example, excessive plastic use increases life cycle CO_2 emissions, contributing to global warming, and improper disposal can result in marine plastics, negatively impacting biodiversity. Because Lion manufactures and sells plastic products, it has a significant responsibility regarding plastic-related problems.

The Group has published the Lion Group Plastics Environmental Declaration, which lays out its policy for addressing plastic-related problems. Based on this policy, we have set targets aimed at realizing a resource-circulating society both in Japan and abroad and are continually working to resolve these issues.

Water is a resource of utmost importance and vital for all living creatures. Concerns are rising about elevated dangers of drought and water treatment in Japan are as consequences of global warming. To address the shortage of water resources, we are working to reduce water usage throughout our product life cycles. As a corporation that provides products that are helpful in daily lives, we believe it is our responsibility to reduce water usage not only in business activities, but by offering water-saving products. Since 2010, we have been selling TOP NANOX (now NANOX one, NANOX for Washing Machines with Automatic Detergent Dispensers), a highly concentrated liquid laundry detergent that washes away easily for one-rinse, residue-free washing. In addition, as of 2020, our entire lineup of liquid laundry detergents can be used in single-rinse washing. Moreover, we introduced Acron Smart Care in February 2023, a liquid detergent that eliminates the rinse stage. We will continue to strive to reduce water usage.

* White Paper on Water Cycle FY2022 published by the Headquarters for Water Cycle Policy [Japanese]

Overview

The Lion Group promotes the recycling and effective use of plastic, water and other resources at all stages from raw material procurement to disposal by consumers. We will continue to promote initiatives to realize a resource-circulating society.

Activities for Realizing a Resource-Circulating Society



Initiatives





Recycling Resources

Sustainability Material Issue 1 Promoting Environmental Initiatives for a Sustainable Planet



- Using Sustainable Materials in Containers and Packaging
- → Promoting the Three Rs: Reduce, Reuse, Recycle
- ▼ Encouraging the Realization of a Resource-Circulating Society
- Reducing Waste

Using Sustainable Materials in Containers and Packaging

Recycled materials Utilizing Recycled Materials

Using Recycled Paper

The containers and packaging for our powder laundry detergents and other products are made with recycled paper containing recycled pulp.



Using Recycled Plastics

Lion proactively uses recycled plastic in products and containers. Our liquid laundry detergent bottles and toothbrush blister packs are made with plastic recycled from disposable drink bottles(PET bottles for beverages) and other sources.



Main Uses of Recycled Plastics

Type of plastic	Type of product	Product name	Parts using recycled plastic
	Dishwashing detergent	CHARMY Magica	Bottle
Polyethylene terephthalate (PET)	Liquid laundry detergent	TOP Clear Liquid Kaori Tsuzuku (Long- Lasting Frangrance) TOP Sweet Harmony	Refill pack
	Toothbrush	Clinica PRO Toothbrush Rubber Head	Blister dome packaging
	Fabric softener	SOFLAN Aroma Rich	Bottle
Polyethylene	Liquid laundry detergent	TOP SUPER NANOX For Odors Ultra-jumbo	Refill pack

Includes limited quantity products

Renewable Sustainable Resource Use

Using Plant-Based Plastics in Containers and Packaging

The containers and packaging of some Lion products are made with biomass plastic, made from plant-based raw materials such as corn and blackstrap molasses, a byproduct of refining sugarcane into sugar.

Products that utilize biomass materials







Helps reduce net CO2 emissions!

Main Uses of Biomass Plastics

Type of plastic	Type of product	Product name	Parts using recycled plastic	
	Liquid laundry detergent	NANOX one		
	Fabric softener	SOFLAN Airis		
	Body wash	Hadakara Body Soap		
Polyethylene terephthalate (PET)	Dental rinse	NONIO Mouthwash NONIO Plus Whitening Dental Rinse CLINICA Quick Wash SYSTEMA EX Dental Rinse, etc.	Bottle	
	Toothpaste	CLINICA Advantage Toothpaste, etc.	Tube	
	Liquid laundry detergent	NANOX one and NANOX one for Odors NANOX for Washing Machines with Automatic Detergent Dispensers, etc.	Refill pack	
	Bleach	Bright STRONG		
Polyethylene		KireiKirei Medicated Hand Conditioning Soap		
	Hand soap	Pocket Size KireiKirei Medicated Foaming Hand Soap		
	Hand sanitizer	KireiKirei Medicated Hand Sanitizing (Gel Plus, Gel)	External bag	
	Antiperspirant and deodorant	Ban Sweat-Blocking Roll-On and Stick		

Products that meet the requirements for certification by the Japan Organics Recycling Association are marked with the Biomass Mark. For details, please visit the website of the Japan Organics Recycling Association [Japanese] 🖸 .

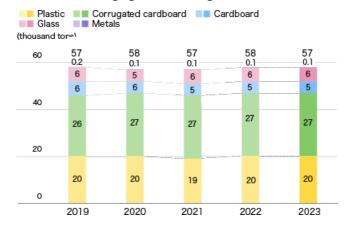
Promoting the Three Rs: Reduce, Reuse, Recycle

Reduce Smaller and fewer containers, less packaging

To reduce container and packaging materials, Lion complies with the Lion ecostandard, which is designed to evaluate products over their entire lifecycles by examining each lifecycle stage, from raw material procurement to distribution and disposal. We are increasing the concentration of such products such as laundry detergents, fabric softeners and dishwashing detergents to make their containers more compact while using sophisticated design technology to make containers more lightweight.



Lion's Container and Packaging Material Usage (Domestic Household Products)



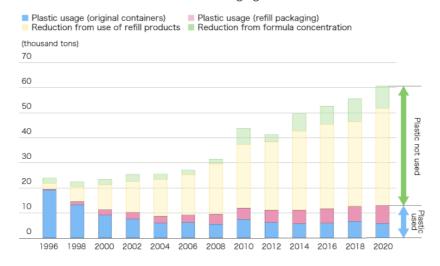
^{*}Until fiscal 2021, only containers and packaging materials are taken into account; starting in fiscal 2022, some product plastics are as well.

Reuse Increase refill products

Plastic bottles can be refilled and reused. Film packaging for refill packs can be produced using less material than product bottles, and because they weigh less and take up less space after use, they also help reduce household waste. Going forward, we will work to minimize the use of plastic materials by both reducing and reusing.



Lion's Use of Plastic for Packaging and Reduction Effects



Recyclable Increase the number of easily recyclable products

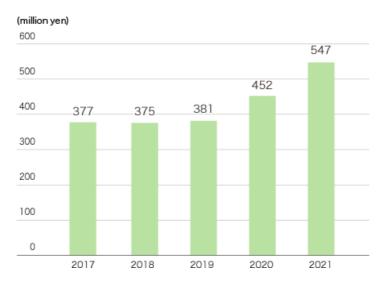
Efforts are made to ensure that the products offered by the Group are recycled in an appropriate manner after use.

Recycling of Used Containers in Accordance with the Containers and Packaging Recycling System

Being a specified business entity operating under the Containers and Packaging Recycling System, we contribute recycling operation contract fees. For the most recent status of operations under this system, please visit the Japan Containers and Packaging Recycling Association website.

☑ The Japan Containers and Packaging Recycling Association

Amount Contributed to The Japan Containers and Packaging Recycling Association (After payment)



^{*}Total contracting fees for Lion Corporation, Lion pet Co., Ltd. and Lion Dental Products Co., Ltd. is settled and finalized in the year following the year of the contract. Because of this, cost announcements are made two years after incurrence.

Promoting Plastic Product, Container and Packaging Resource Recycling

Aiming to achieve a continuous cycle of plastic use in society, and to go beyond recycling in existing social infrastructures to higher quality recycling, Lion is conducting pilot testing for the recycling of used products and containers and packaging in cooperation with household product manufacturers, recyclers, retailers and local governments.

Main Activities

Recyclable items	Activity name	Area	Main partners
Toothbrushes	Toothbrush recycling	Over 1,000 locations nationwide	TerraCycle
Toothbrusnes	Joint municipal toothbrush recycling	Sumida-ku, Itabashi-ku and Taito-ku	Takaroku Shoji Co. Ltd.
	RecyCreation	Ito-Yokado's Hikifune Store Welcia Pharmacy stores (parts of Tokyo and Saitama Prefecture)	Kao Ito-Yokado Welcia Pharmacy Store Hamakyorex
Refill packs	Kobe Plastic Next: Joining Forces to Recycle Refill Packs	75 stores and 3 other facilities in Kobe City	Kobe City Household product manufacturers Distributors 18 recycling companies
Bottles	Making New Bottles from Used Bottles Collaboration among consumers, local governments, and companies Bottle Recycling Project for Everyone	Higashiyamato City, Komae City, Kunitachi City	3 household product manufacturers Veolia Japan G.K. digglue Inc.

As of May 31, 2024

Promoting Circulation of Plastic Container and Packaging Resources through Partnerships

Kao and Lion are reaching out beyond their corporate groups in an effort to recycle plastic refill containers and packaging (film packaging), aiming to realize a resource-circulating society.

To accelerate the adoption of recycling, building basic systems for resource collection and developing recycling technologies are indispensable. At the same time, it is necessary to change mindsets across society in cooperation with stakeholders, including consumers, with regard to, for example, sorting plastic packaging after product use.

To this end, we are conducting the following four activities.

- Studying ways to sort and collect plastic film packaging in cooperation with consumers, government agencies and retailers.
- Creating recycled materials and packaging quality design with consideration for usability in a wide range of products, ease of sorting and collection by consumers, and potential for use across companies or industries.
- Studying ways to jointly use materials that are collected and recycled.
- Engaging in promotional and educational activities that will foster greater understanding and cooperation regarding recycling among consumers.

Through the above activities, we are working to improve the economic efficiency of collection and recycling as a whole. First, we are launching collaborative RecyCreation* activities to sort and collect film packaging and raise awareness in cooperation with local residents. By doing so, we are sharing information about the technological hurdles to plastic film packaging recycling.

These RecyCreation activities, along with related companies, have received the following commendations.

- > News Release: Kao and Lion Awarded the New Selection Committee Chairman's Commendation in the Goo d Practices of Consumer-Oriented Management Awards [Japanse]
- > News Release: Lion, Kao, Ito-Yokado, Welcia Pharmacy, and Hamakyorex Jointly Receive the Minister of Env ironment Award in the 6th Japan Open Innovation Prize [Japanese]





* "RecyCreation" denotes upcycling through which more enjoyable and improved products are developed and resulting in new value creation, rather than recycling materials for the purpose of reproducing the same types of materials. The concept of this initiative is "Throwing it away after use. We want to change this common practice."

We have released a concept film presenting these initiatives



☑ Youtube (Japanese)

In-store Collection of Used Refill Packs—Recycling Field Testing

RecyCreation activities are under way at Ito-Yokado's Hikifune Store (Sumida-ku, Tokyo) and 31 Welcia Pharmacy stores with the aim of field testing the sorted collection of film packaging from used refill packs. Under this initiative, a special collection box has been installed at the store to collect customers' used refill packaging for such products as detergents and shampoos.



The process of recycling used refill packs in the RecyCreation initiative

Overview of the Field Test

Purpose

To examine processes for the sorted collection of used refill packs in collaboration with consumers and retailers.

Content

To enhance consumers' enthusiasm for recycling through RecyCreation. Through the test, we are collecting used refill packs for such products as detergents and shampoos at Ito-Yokado's Hikifune Store and Welcia Pharmacy stores, studying effective collection systems and developing new recycling technology.

- Implementation period Starting from October 30, 2020
- Location of collection box for used refill packs
 Ito-Yokado's Hikifune Store (Sumida-ku, Tokyo) and Welcia Pharmacy
 stores (Tokyo and parts of Saitama) We will gradually expand this
 initiative to more locations.
- How to prepare and return a pack for collection
 - o Cut along the top of the pack to open it
 - o Rinse out the inside of the pack twice with water
 - Shake off excess water and let dry
 - Put in the collection box



Collection box for used refill packs in Ito-Yokado's Hikifune Store (Outlined in red)

We have released a concept film of how to wash a used refill pack



☑ YouTube (Japanese)

Demonstration of the Horizontal Recycling of Refill Packs

On May 29 2023, the collaboration launched a recycled plastic version of the XXL refill pack for Lion's TOP SUPER NANOX For Odors, a highly concentrated liquid laundry detergent. The materials used to create the refill pack consisted in part of recycled materials from used refill packs that had been collected. (Limited quantities available.)

This packaging incorporates 9% recycled materials derived from factory waste and 1% derived from recycled consumer products.



About the Toothbrush Recycling Program

Program participation is very easy and free.

- Register an account as an individual, school or other organization in advance
- Set out collection boxes and collect used toothbrushes
- A designated carrier will pick up the box by the second business day after a collection request is made
- The toothbrushes will be reborn as new plastic products, such as planters, instead of being sent to a landfill
 or incinerator



Participants receive points according to the weight of the toothbrushes that they send. The points can be exchanged for plastic products produced through TerraCycle's recycling program or donated to a charity of the participant's choice.

> Toothbrush Recycling Program

Using Recycled Materials from Toothbrush Recycling Program to Make Cat Litter Boxes

Domestic Group company Lion Pet Co., Ltd. is currently rolling out the Love Cats Love Earth Sakura Project, through which it donates cat litter boxes and cat litter sets to support people fostering rescue cats. The cat litter boxes are made from 10% recycled plastic from toothbrush recycling.



Image

Encouraging the Realization of a Resource-Circulating Society

The Group has a wide array of frameworks in place and promotes activities to realize a resource-circulating society, a goal it cannot achieve on its own.

Groups, Activities and Initiatives Encouraging the Realization of a Resource-Circulating Society

Name of Group or Organization	Title	Main Goal of Activities	
☐ Japan Clean Ocean Material Alliance	CLOMA	Resolving problems regarding plastic waste in the ocean	
	CPs	Promoting collaboration of industry, government and academia to create a circular economy	
☐ Plastic Packaging Recycling Council [Japa nese]	PPRC	Promoting recycling of plastic packaging by collaborating with residents and local governments	
☑ Ecosystem Society Agency [Japanese]	ESA	Working with local governments and businesses to generate social value	

Unveiling "Platto Search," an Example of an Environmentally-Conscious Plan

We have published a development case for an environmentally conscious package precedent search system known as "Plastic and Search" that the Plastic Packaging Recycling Council manages.

La Environmentally-Conscious Package Precedent Search System "Plastic and Search" [Japanese]

Reducing Waste

Zero Emissions from Operating Sites (Domestic)

Lion's four domestic plants all achieved zero waste emissions^{*1} in 2002. All of Lion's operating sites,^{*2} including research institutes and offices, achieved zero waste emissions in 2017.

- *1 Our definition: The waste recycling ratio is 99% or more, excluding recycling residues
- *2 Chiba Plant, Odawara Plant, Osaka Plant, Akashi Plant, Hirai Office Site, Sapporo Office, Sendai Office, Headquarters/Tokyo Office(Headquarters from April due to office relocation), Nagoya Office, Osaka Office, Fukuoka Office, Lion Chemical Co., Ltd. Fine Chemical Production Site, Lion Specialty Chemicals Co., Ltd. Yokkaichi Plant, Lion Specialty Chemicals Co., Ltd. Ono Plant
- > ESG Data Environment

Waste Generation (Overseas)

We will continue to advance initiatives to reduce waste going forward.

> ESG Data Environment

Information Regarding the Maintenance and Management Status of Industrial Waste Treatment Facilities

Maintenance and management information based on the Waste Management and Public Cleansing Law (Article 15-2-3, Paragraph 2) is made public.

> Click here to see the maintenance and management status of Chiba Works.

Reducing Water Use

Sustainability Material Issue 1 Promoting Environmental Initiatives for a Sustainable Planet



The Lion Group is working to reduce water use in line with the LION Eco Challenge 2050, a set of long-term environmental objectives formulated in 2019 with the aim of realizing environmental sustainability. In 2019, Lion began calculating water use throughout the supply chain in order to understand water use throughout product lifecycles—from raw material procurement to production, transport, use and disposal. Total water use throughout the lifecycles of Lion's products in 2023 was approximately 2.2 billion m³.

Breakdown of Water Use over the lifecycles of Lion Products*



^{*} Scope: Lion and domestic and overseas consolidated subsidiaries, January-December 2023.

At 74.0%, the product lifecycle stage that accounted for the largest portion of total water use in 2023 was use by consumers. This is because many Lion Group products, such as laundry detergents, are used with water for washing. The Lion Group will continue to work with consumers to reduce water use throughout product lifecycles by providing environmentally friendly products and services that help save water and promoting the formation of environmentally friendly habits.

Water Use and Wastewater Discharge in Business Activities (Domestic and Overseas)

The Lion Group continuously monitors water usage (water withdrawal) and wastewater discharge in its business activities as it strives to alleviate environmental impact and reduce water usage through recycling. We have been implementing ongoing measures to reduce water used in cleaning processes. As part of these efforts, we have been operating industrial wastewater recycling facilities at the Chiba Plant since 2016. In addition, we use limited quantities of rainwater collected from the plant roof for cooling and for watering flowerbeds.

Identification and Evaluation of Water-Stressed Regions

The Group performs water stress evaluations for all its business locations using Aqueduct, a set of tools developed and announced by the World Resources Institute. We consider the regions in which our business locations are located to be water-stressed if their baseline water stress (one of the indicators outlined by Aqueduct) is designated "extremely high." The results of these evaluations showed that the Group has two locations in water-stressed regions, and their water intake was 2% of the Group's total.

- > Water Usage (Water Withdrawal) in Business Activities
- > Water Usage (Water Withdrawal) by Source
- > Wastewater Discharge in Business Activities
- > Wastewater Discharge by Destination

The Chiba Plant's Wastewater Recycling Facilities

The Lion Group manufactures and sells products that are closely tied to water usage. Moreover, Lion's plants use a great deal of water in manufacturing processes to clean facilities and in heating and cooling equipment. Recycling wastewater after use can thus produce a significant water-saving effect. To this end, Lion introduced a wastewater recycling system at the Chiba Plant—which uses the most water among Lion's plants—in 2016 that has been in continuous use since installation. The greatest feature of this system was the adoption of new wastewater recycling facilities (①). Thanks to these facilities, we are now able to recycle wastewater from production processes that was previously discharged into the environment. Furthermore, we installed new wastewater treatment facilities (②) that enable greater purification of water from employee sanitary facilities and cleaning facilities than was previously possible, better removing nitrogen, which is a source of marine eutrophication.

In 2023, we conserved about 180,000 tons of water annually compared to 2010. That amount is equivalent to about 20% of the total water usage of all domestic operating sites in 2023.

The Chiba Plant's Wastewater Recycling System







The Chiba Plant was the first household product factory in Japan to recycle wastewater. In 2017, the plant received the New Technology Encouragement Award^{*1} from the Japan Society on Water Environment and the Responsible Care Award^{*2} from the Japan Chemical Industry Association.

*1 In June 2017, the development of the Chiba Plant's wastewater recycling system was recognized with the New Technology Encouragement Award from the Japan Society on Water Environment, Japan's largest academic society related to protecting the aquatic environment. This award is given for research related to aquatic environments or to individuals or organizations that have devised innovative, promising aquatic environment technologies from the perspective of social contribution.

☐ The Japan Society on Water Environment New Technology Encouragement Award [Japanese]

*2 In May 2017, the Chiba Plant received the 11th Responsible Care Award from the Japan Chemical Industry Association for its initiatives to protect the aquatic environment and contribute to the local community. Since the start of its operations, the Chiba Plant has continuously implemented activities to protect the aquatic environment.

> Lion's Responsible Care Activities

Reducing Water Usage During Product Use

The Lion Group is working to reduce water usage throughout the lifecycles of its products. To reduce water usage during product use—the product lifecycle stage that accounts for the greatest portion of water use—we provide environmentally friendly products that help save water. For example, since 2020, all Lion liquid laundry detergents can be used with just one rinse cycle.In 2023, we also developed and marketed *Acron Smart Care*, a zero-rinse laundry detergent.

Under LION Eco Challenge 2050, a set of long-term environmental objectives, the Group set the target of reducing water usage 30% per unit of net sales across product lifecycles by 2030 in comparison with 2017 levels. In 2023, lifecycle water usage was reduced 13% per unit of net sales in comparison with 2017.

Going forward, we will continue to develop products that help reduce water usage during product use and promote environmentally friendly habits as we strive to reduce the environmental impact of households.

- > Development of Zero-rinse Laundry Detergent Acron Smart Care(Lion Integrated Report 2023 p.48)
- > Breakdown of Water Use over the Lifecycles of Lion Products

Water-Saving Products (Domestic)

NANOX one

These laundry detergents rinse away easily, enabling one-rinse washing.



Acron Smart Care

A delicate-safe detergent that contains an agent that enhances detergency, allowing zero-rinse washing that leaves behind a relatively low amount of surfactant. (This product's effects on skin have been tested under the supervision of dermatologists.)



CHARMY Magica Quick Dry + ("Plus") Antibacterial

These nano-cleansing dishwashing detergents make stubborn grease slide off dishes like water, helping save time and water when washing up.



Ofuro no LOOK (Bath cleaner)

Bathroom cleaner compounded with quick-rinsing component to clean stains with fast defoaming action.



Look Plus Bath Antimold Fogger

A fumigation-type fungicide that employs a silver-ion fog to kill black mold spores throughout the bathroom, helping prevent the growth of mold and reducing water used during post- mold removal and cleansing rinses.



Soft in 1 Shampoo

A two-in-one conditioning shampoo that leaves hair feeling smooth and moisturized without an extra conditioning and rinse stage.



Look Plus Mame Pika Toilet Cleaner

A toilet cleaner that achieves a water-free clean.



> Lion Eco Pamphlet [Japanese] 📴

> Lion Eco-Products

Water-Saving Products (Overseas)

Lion sells *NANOX one* and *CHARMY Magica* through Lion Corporation (Singapore) Pte Ltd, Lion Daily Necessities Chemicals (Qingdao) Co., Ltd. and Lion Corporation (Hong Kong) Ltd. and Lion Home Products (Taiwan) Co., Ltd., helping to save water.



NANOX one at Lion Corporation (Singapore) Pte Ltd.



TOP SUPER NANOX at Lion Daily Necessities Chemicals (Qingdao) Co., Ltd.



TOP SUPER NANOX at Lion Corporation (Hong Kong)
Ltd.



CHARMY Magica Quick Dry + ("Plus")
at Lion Corporation (Hong Kong)
Ltd.



NANOX one at Lion Home Products (Taiwan) Co., Ltd.



CHARMY Magica Quick-Dry + ("Plus") Antibacterial at Lion Home Products (Taiwan) Co., Ltd.

Harmonizing with Nature (Biodiversity)

Approach

Lion has long taken the lead in addressing problems in the aquatic environment, such as stream foaming and eutrophication linked to the use of detergents, considering biodiversity at each stage from raw material procurement to disposal by consumers. To continue benefiting from the value provided by biodiversity into the future, we must work with local communities to protect biodiversity and utilize such value in a sustainable, non-depleting way. Furthermore, it is important that we contribute to the realization of a society in harmony with nature by encouraging changes in consumer lifestyles through biodiversity-friendly products.

To this end, Lion will contribute to the development of a sustainable society through its businesses by determining which natural resources are used in business activities and the impacts on biodiversity throughout the value chain. Based on this information, Lion will implement biodiversity conservation activities that help reduce risk and expand opportunities. Also, by having every employee participate in biodiversity conservation activities as part of our environmental education efforts, we are spreading awareness of this important issue throughout our operating sites.



1960s Stream Foaming
The synthetic detergents of the
time were slow to break down,
leading to foam that covered
streams. Lion switched to readily
biodegradable detergent
ingredients.



1970s Eutrophication
Aquatic eutrophication led to
algae blooms and other
problems. One cause of this
eutrophication was the
phosphates then used in
detergents. Lion led the way,
creating phosphate-free laundry
detergents ahead of its
competitors.



1980s Onward Global
Environmental Issues
Global-scale environmental
issues received increased
attention, leading to growing
calls for consideration of
resources and environmental
burden. Lion is proactively
advancing such efforts as
enhancing the detergency of its
cleaning agents to decrease the
amount of product needed,
developing water-saving
products and utilizing plantbased raw materials.

Biodiversity Policy

The Lion Group has established a Biodiversity Policy as part of its Environmental Policy. Based on global conservation movement, such as that promoted by the Kunming-Montreal Global Biodiversity Framework, the Group will strive to understand and disclose risks associated with biodiversity loss as well as how its entire value chain both depends on and impacts biodiversity. The policy also promotes the establishment of initiatives to stop biodiversity loss as well as to restore it

Overview

Overview of Lion's Biodiversity-Friendly Business Activities

	odiversity on ich Lion Relies	Watershed* Ecosystems of Raw Material Production Sites Our Plants are Located		Watershed Ecosystems Where Consumers Reside	
		Procurement of Raw Materials, Packaging and Containers	Production	Use by Consumers	Disposal by Consumers
Key Natural Resources Used by Lion		Plants used as raw materials (oil palms, etc.) Wood that provides the paper raw material for packaging	Cooling water and unprocessed water for equipment cleaning, etc., used at production sites	Tap water consumed during use of our products	-
Possible Major Impacts of Our Activities on Biodiversity		Impact of palm oil growers on the surrounding natural environment and communities (such as impact of illegal logging of tropical forests on wildlife habitats) Damage to the forest environments that are the source of paper raw materials	Impact of groundwater intake by production plants on surrounding natural environments and communities Impact of wastewater and exhaust gases from production plants on the surrounding natural environment and communities Impact of light and odors from production plants on the surrounding natural environment and communities	Impact of water use by consumers on the surrounding natural environment and communities	Impact of wastewater and packaging waste generated by consumers on the surrounding natural environment and communities
Biodiversity Conservation Activities	Activities to Reduce Risks	Promotion of procurement of sustainable palm oils (participation in RSPO and purchase of RSPO-certified oils) Related Information Promotion of forest conservation (use of third-party certified paper) Related Information	Reduction of production plant waste Related Information Reduction of water consumption at plants Related Information Conservation of rivers and other ecosystems by implementing purification technologies on discharged wastewater	Development of water-saving products Related Information	Surveying the environmental impact of surfactants Related Information
	Activities to Expand Opportunities	-	Conservation and monitoring of habitats in the watersheds where production plants are located (activities include protection of endangered loggerhead sea turtles, maintaining biotopes and removal of non-native species from beaches) Related Information	Educational activities teaching consideration of water and natural environments (activities include forest maintenance at Lion Forest in Yamanashi and water-related environmental research support through the Japan Society on Water Environment) Related Information	Promotion of 3Rs (making products more compact, refill packs, development of containers made using recycled or less plastic) Related Information

^{*} Watershed: A range of ecosystems, including forests, rivers, domestic woodlands, tidal flats and beaches, that is connected by water.

Initiatives



Biodiversity Conservation Activities

▼ Activities at Operating Sites ▼ Environmental Impact Surveys of Surfactants

Lion conducts biodiversity conservation activities at all of its operating sites. Its plants, in particular, have expansive premises and handle a wide range of raw materials and thus have the potential to impact the nearby natural environment and communities. We therefore work to reduce the impact caused by plant operations and, in cooperation with local NPOs and other organizations, proactively implement biodiversity conservation activities in the watersheds where plants are located so that the benefits of biodiversity can be sustainably enjoyed throughout local communities.

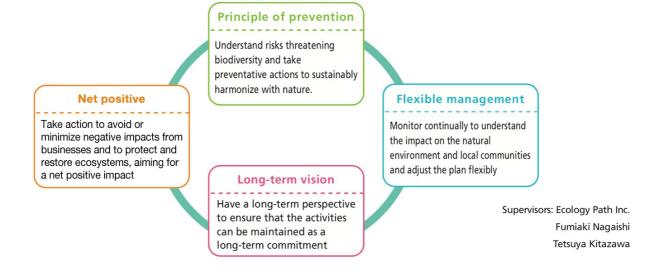


- > Biodiversity Conservation Initiatives
- > Lion and Biodiversity

Activities at Operating Sites

Basic Principles of Biodiversity Conservation Activities at Operating Sites

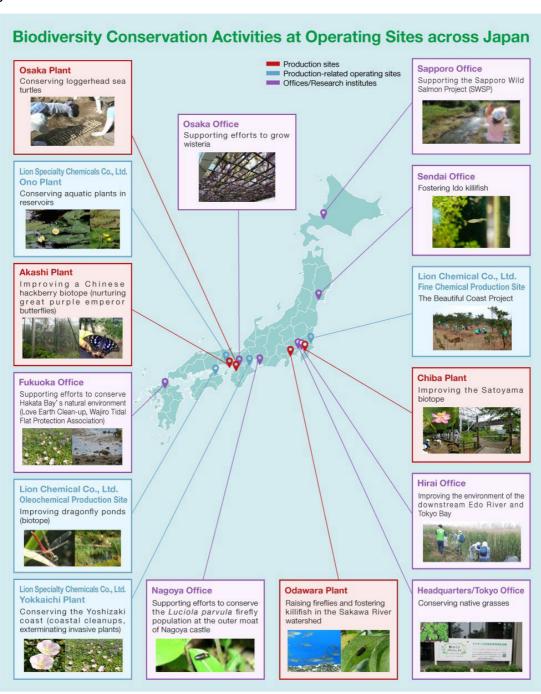
Based in part on the Ministry of Environment's Guidelines for Private Sector Engagement in Biodiversity (2nd Edition), we have defined the following four key principles for biodiversity conservation activities at operating sites.



Below are some of the biodiversity conservation activities being implemented at Lion's operating sites. We select activities to pursue based on the following considerations:

- Improving wildlife-friendly environments in the rivers and lakes of the watersheds that are connected to our plants via business activities or products as well as downstream coastal areas
- Providing habitats for creatures that are disappearing and breeding and raising them with the aim of returning them to their natural habitats
- Replicating natural habitats lost in the nearby area on operating site grounds and maintaining them as biotopes
- Cleaning up and improving business sites, conducting regular assessments of wildlife living there and using business sites as a place for biodiversity education
- Working in partnership with other stakeholders, such as local residents, external organizations and local authorities

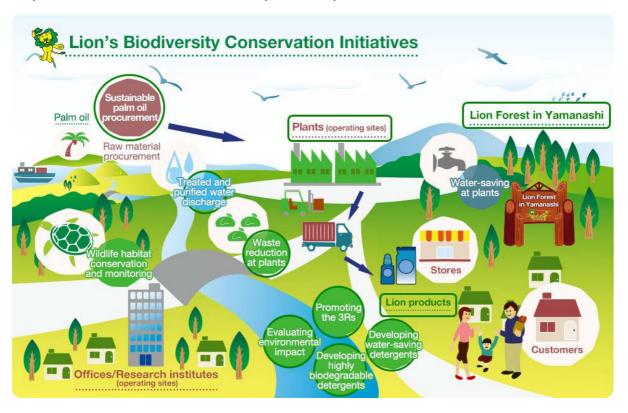
Biodiversity Conservation Initiatives



☑ Biodiversity Conservation Activities at Operating Sites Across Japan [Japanese]

Lion and Biodiversity

Lion provides a wide variety of products that support daily living based in significant part on value derived from nature. In addition to striving to use resources in a sustainable manner, Lion is engaged in biodiversity conservation, aiming to proactively contribute to the realization of a society in harmony with nature.



- > Sustainable palm oil procurement
- > Biodiversity Conservation Initiatives (operating sites)
- > Water Quality-Conscious Production Activities
- > Reducing Waste
- > Wastewater Recycling Facilities
- > Lion products
- > Lion Forest in Yamanashi
- > Promoting the 3Rs and Renewable Materials
- > Developing water-saving detergents
- > Evaluating environmental impact
- > Customers [Japanese]

Environmental Impact Surveys of Surfactants

Lion evaluates and confirms the environmental safety of its products during product development, because almost all Lion products are discharged into rivers and streams after their use. Furthermore, Lion takes part in the Japan Soap and Deterge nt Association's measurement of the concentrations of four types of surfactants in four river systems near Tokyo and Osaka and evaluation of related ecosystem risk, which it has conducted four times a year since 1998, to confirm that said surfactants are not negatively impacting the environment. The measurements to date have consistently found surfactant concentrations below the maximum level thought to have no impact on aquatic ecosystems, indicating that there is little environmental impact from detergents.

Evaluating and confirming safety is not a task for Lion alone. In addition to gathering and utilizing the latest technological data from in and outside Japan, Lion is working to provide data to other users in order to enhance safety evaluation technologies.



River water sample collection points

Supporting Young Researchers

As part of efforts to protect water resources, in 2009, Lion established the Lion Award, which is bestowed through the Japan Society on Water Environment (JSWE). By using the award to recognize outstanding research activities, we are supporting young researchers.

> Support for Japan's largest academic society focused on protecting the aquatic environment

Environmental Communication

Approach

We at Lion believe it is our solemn responsibility to provide excellent customer experiences in the areas of health, comfort and cleanliness while protecting the global environment—the foundation of health and daily living—in accordance with our aim of "Becoming an advanced daily healthcare company." By using various means of communication to convey our approach to addressing environmental issues, related initiatives and the environmentally friendly features of our products, we promote the formation of eco-friendly living habits.

In addition, we strive to foster environmental awareness among employees through such means as educating employees, starting with new hires.

Overview



Initiatives

Lion believes that environmental communication with consumers plays an important role. In 2023, we exhibited our initiatives and fostered contact with stakeholders at environmental events.







Events and Building Relationships with Communities and External Organizations

Events

Through participation in environmental exhibitions and other events in the regions where its business sites are located, Lion seeks to communicate to consumers ways they can be more environmentally friendly both in the course of daily life and through comfortable, clean living using Lion products. In 2023, Lion exhibited at Environment Fair 2023 (at Edogawa Ward Cultural Center, Tokyo) and Eco Messe in Chiba (at Makuhari Messe International Exhibition Hall).





Environment Fair 2023

Eco Messe in Chiba

We also introduced our toothbrush recycling activities by exhibiting at events held in the Taito and Itabashi wards, Tokyo, where used toothbrushes are collected.







Itabashi Ward, Tokyo

Building Relationships with Communities and External Organizations

Lion participates in the activities of the Japan Chemical Industry Association Responsible Care (RC) Committee, which aims for constant improvement in the environmental performance and safety of chemical substances throughout their life cycles, from development through disposal.



☑ Japan Chemical Industry Association

Responsible Care* Activities at the Chiba and Osaka Plants

As a member company of the Japan Chemical Industry Association RC Committee, Lion proactively engages in dialogue with local communities. Each plant provides opportunities for dialogue suited to the characteristics of its local community to promote communication with community members.



14th Responsible Care Sakai/Senboku Regional Dialogue held in February 2024

The 14th Responsible Care Chiba Regional Dialogue was held in February 2023 via written communication in the form of booklets to curb the spread of COVID-19. Our Chiba Plant participated and cooperated in the meeting from the planning stage. Booklets were distributed with information regarding SGDs supplied by companies in the Chiba area. The booklet was mailed to neighborhood associations, governments, NPOs and other organizations along with a survey to collect opinions. We plan to take the survey's findings into consideration in our future activities.

In addition, the 14th Responsible Care Sakai/Semboku Regional Dialogue was held in February 2024—the first in-person edition of the discussions in four years, with neighborhood associations, neighborhood association councils, and government officials participating following the end of the COVID-19 pandemic. On the day of the event, our environmental manager reported on the environmental initiatives of Lion and Osaka Plant. In addition, the opinions of event participants were collected through a survey and will be reflected in our future efforts to continuously improve our environmental initiatives.

Moreover, in May 2017, the Chiba Plant received its 11th Responsible Care Award from the Japan Chemical Industry Association for its initiatives to protect the aquatic environment and contribute to the local community. Since the start of its operations, the Chiba Plant has continuously implemented activities to protect the local aquatic environment from water-related risks. The plant's efforts to purify industrial water for various applications, recycle wastewater used in industrial processes and manage wastewater according to standards stricter than those required by law have led to reductions in water usage and discharge volumes and the conservation of water quality. The award also commended the plant for providing education about the importance of water through initiatives with local children and plant tours.



11th Responsible Care Award Plaque from the Japan Chemical Industry Association

* Responsible care refers to voluntary management activities performed by companies that handle chemical substances, encompassing the assurance of protections for the environment, safety and health throughout all processes of chemical substance development, manufacturing, distribution, use, final consumption, disposal and recycling as well as the disclosure of the results of such activities and dialogue with society.

Support for Environmental Organizations

Lion supports the following organizations.



Sea Turtle Association of Japan [Japanese]



☑ Japan Society on Water Environment



☑ OISCA

Lion is a member of the following organization.



Eco First CompaniesAssociation [Japanese]

The following organizations, of which we are members, have our support.



☑ 30by30 Alliance for Biodiversity [Japanese]



Keidanren Initiative for Biodiversity Conservation

Environmental Communication through Activities

Lion Forest in Yamanashi

In October 2006, we started Yamanashi Prefecture's first Company Forest Promotion Project through a collaborative agreement with Yamanashi City. This program based in a forest owned by the city, is aimed at fostering environmental awareness among Lion employees by providing experience in the maintenance of forests, which constitute a water resource. Employees engage in forest maintenance as a part of their training while building relationships with members of the local community.



Toothbrush Recycling Program

The Toothbrush Recycling Program is a program to collect used toothbrushes, which are commonly just thrown away as non-recyclable garbage, and recycle them into planters and other new plastic products. Lion launched the program, the first of its kind in Asia, in 2015, in cooperation with TerraCycle Japan.



☑ Toothbrush Recycling Program [Japanese]

Activities

Participants collect used toothbrushes in various ways. Some set up collection boxes at kids' centers, day care centers and kindergartens, while others collect toothbrushes as part of classes at schools, teaching children about the significance of the program.



Collection points 1,366

Toothbrushes collected Approx. 1,460,000

(As of December 31, 2023)

The Recycling Process

Collected used toothbrushes go through several steps in the process of being recycled into planters.



Get Involved

Sign up to participate through this website [Japanese] 🖸 . The website offers further details about the program and points awarded for toothbrushes collected.



Lion Chura Action

Lion Chura Action is a project to support the eco-activities of children nurturing the future of Okinawa, aimed at protecting and developing the rich ecosystems of the region and achieving lasting harmony with nature.



Rainwater Utilization Ideas Contest

Lion held the Rainwater Utilization Ideas Contest for elementary and middle school students across Japan from 2011 to 2018. The goal of this was to help children realize the importance of water by considering how to use rainwater, a familiar water resource.



2018 Rainwater Utilizatio n Ideas Contest Results [Japanese]



☑ 2017 Rainwater Utilization Ideas Contest Results
[Japanese]



2016 Rainwater Utilization Ideas Contest Results [Japanese]



2015 Rainwater Utilization Ideas Contest Results [Japanese]



2014 Rainwater Utilizatio n Ideas Contest Results [Japanese]



2013 Rainwater Utilization Ideas Contest Results [Japanese]



2012 Rainwater Utilizatio n Ideas Contest Results [Japanese]



☐ 2011 Rainwater Utilization Ideas Contest Results [Japanese]

Environmental Communication through Academic Support

The Lion Award—Supporting Aquatic Environment Student Research

To motivate and support young researchers working in areas related to the aquatic environment, in 2009 Lion created the JSWE-LION Best Student Poster Presentation Award (the "Lion Award"), bestowed through the Japan Society on Water Environment (JSWE) in recognition of outstanding research activities.*

In 2023, 19 students were chosen to receive the Lion Award, one of whom received the Grand Prize, by the 58th Annual Conference of the JSWE.

* The award is bestowed in recognition of outstanding poster presentations at the JSWE's annual conference.

Eligible persons: Undergraduate university students, technical school students, junior college students.

Selection method: Based on the votes of regular and corporate JSWE members, winning presentations are selected by the Awards Committee of the Board of Directors.

☑ The Lion Award (Japan Society on Water Environment)

Management of Chemical Substances

- ✓ Approach ✓ Chemical Substance Management Policy ✓ Overview
- Chemical Substance Management Initiatives at Each Product Lifecycle Stage
- ▼ Initiatives to Reduce or Eliminate Chemical Substances of Concern

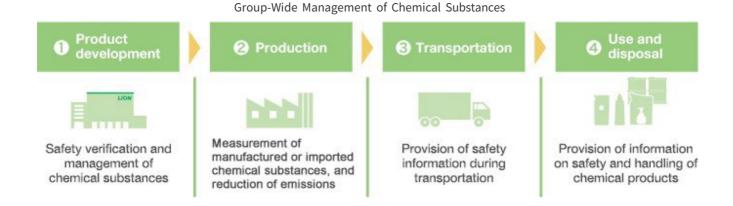
Approach

Chemical substances are indispensable for people to lead comfortable and fulfilling lives. Failure to properly manage chemical substances, however, can result in accidents that put human health and ecosystems at enormous risk. In addition to compliance with related laws and regulations, the Lion Group strives to ensure the strict management of chemical substances at all stages from product development to use and disposal in accordance with its own independent standards.

Chemical Substance Management Policy

Based on the spirit of the Lion Group Charter for Corporate Behavior, the Group has established the Chemical Substance Ma nagement Policy. This policy was formulated in light of international trends in chemical substance management and is aligned with the Strategic Approach to International Chemicals Management (SAICM). The policy stipulates that we will strive to implement sound management of chemical substances throughout their lifecycles, minimize significant adverse impacts on the environment and human health, and promote communication.

Overview



Chemical Substance Management Initiatives at Each Product Lifecycle Stage

1. Product Development

Selection of Chemical Substances for Use in Products

The types and amounts of chemical substances used in products are determined at the product development stage, with consideration given not only to enhancing product performance, but safety and environmental impact.

> Safety of Raw Materials and Ingredients

2. Chemical Substance Registration and Notifications

Japan: Complying with the Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc.

Based on the Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc., Lion notifies the relevant authorities of the use classifications and volumes of all the general chemical substances and priority assessment chemical substances it manufactures or imports (with exceptions based on the provisions of the Act, such as for substances manufactured or imported in quantities of less than one ton per year). As needed, our chemicals departments also notify the relevant authorities of the use classifications and volumes of small-volume and low-volume new chemical substances it manufactures or imports. We will continue to gather information about the volumes and uses of manufactured or imported chemical substances and file proper notifications.

EU: Complying with REACH

Our chemicals departments register chemical substances as required under the EU's REACH*l chemical substance management system.

*l REACH: Registration, Evaluation, Authorisation and Restriction of Chemicals

South Korea: Complying with K-REACH

Our chemicals departments and Lion Corporation Korea pre-register and register chemical substances under K-REACH.*2

*2 K-REACH: The common name for South Korea's Act on the Registration and Evaluation of Chemicals

3. Production

Going forward, calls for the improvement and reinforcement of chemical substance management will grow. Accordingly, we aim to continue as well as to step up the filing of proper notifications and management of emissions volumes as required under volatile organic compound (VOC) regulations, the Water Pollution Prevention Act and the Act on the Assessment of Releases of Specified Chemical Substances in the Environment and the Promotion of Management Improvement. 2023's data will be published soon.

Management of Total PRTR-Designated Substance Emissions

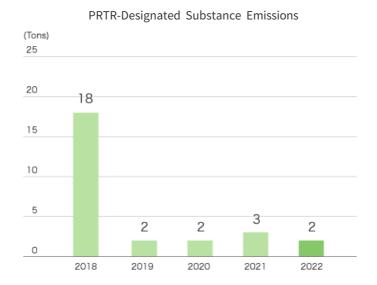
The PRTR (Pollutant Release and Transfer Register) system is a scheme for collecting, compiling, and publishing data on the degree to which a wide variety of potentially harmful chemical substances are released into the environment from what sources, or are transported off of production sites through waste disposal.

The Company's emissions of PRTR-designated substances have remained at approximately 2 tons since 2019.

> 2022 PRTR-Designated Substance Emissions Data for Production Sites in Japan 🔤

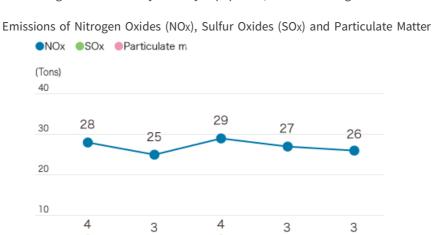


> PRTR-Designated Substance Emissions (Domestic)

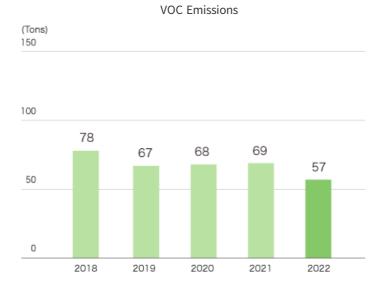


Air Quality-Conscious Production Activities

Lion implements initiatives to reduce emissions of chemical substances that cause air pollution, including nitrogen oxides (NO_X), sulfur oxides (SO_X), particulate matter and VOCs. The Air Pollution Control Law designates emissions standards by type of substance and by type and scale of emitting facility, and many regional governmental bodies have established additional regulations by ordinance. In addition to complying with such laws and ordinances, each plant has formed strict agreements with local municipalities and established strict voluntary standards, in accordance with which we strive to prevent pollution. Furthermore, we are working to reduce emissions by such means as improving the efficiency of production processes and utilizing environmentally friendly equipment, such as nitrogen and sulfur scrubbers.



* The figures have been revised due to an error in past data



Water Quality-Conscious Production Activities

A maximum limit on COD*1 of 160mg/L (and a daily average of 120 mg/L) has been set by law as a uniform standard within environmental standards related to water pollution per the Water Pollution Prevention Act and Sewerage Act. Lion meticulously complies with these regulations in its business activities. Furthermore, Lion aims for even stricter wastewater quality management, and some of our operating sites have formed agreements with local governments to maintain a COD limit stricter than the uniform standard. By stabilizing the operations of the wastewater treatment facility, performing regular maintenance and improving treatment methods, we are working to further reduce COD in wastewater emissions.

> COD in Business Activities

*l COD

Chemical oxygen demand. An indicator of water contamination. Indicates the amount of oxygen that will be consumed in the oxidization and decomposition of the organic matter content of the water.

Utilizing SDSs

Lion prepares safety data sheets (SDSs)^{*2} on its chemical products and provides them to its customers. We also receive SDSs on all the raw materials we use from our suppliers. These SDSs are listed in a database to be used effectively.

*2 SDSs

Safety data sheets. Documents providing information about the environmental impact of, safety precautions regarding and the appropriate handling of chemical products, aimed at preventing accidents caused by chemical substances.

4. Transportation

Provision of Safety Information during Transportation

In case of an accident during the transportation of raw materials or intermediate products, Lion provides information to carriers about emergency response by distributing and attaching yellow cards and container yellow cards* to shipments.

* Yellow cards and container yellow cards

Yellow-colored emergency contact cards providing information about the properties of and emergency response methods regarding chemical substances in case of leaks of other issues during transportation. Yellow cards are for carriers to keep with them during transportation, while container yellow cards are attached to the containers in which chemical substances are stored. Both are prepared based on voluntary industry standards determined by chemical companies.

5. Use and Disposal

Environmental Impact Surveys

After being used, the surfactants in detergents and other products are discharged into the environment. Four times a year, Lion takes part in the Japan Soap and Detergent Association's environmental monitoring and risk assessment of four types of surfactants in rivers near Tokyo and Osaka in order to ensure that the impact of these substances on local ecosystems is minimal.

> Environmental Impact Surveys of Surfactants

6. Post-launch

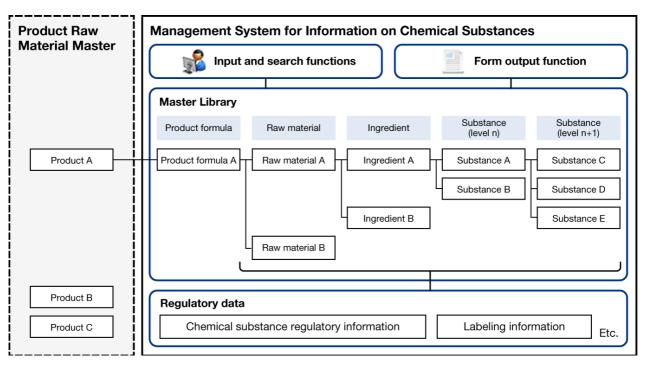
Managing Chemical Substances in Products

Since January 2018, Lion has been rolling out a Management System for Information on Chemical Substances at its purchasing departments and research and development sites, including those of domestic affiliated companies, to reinforce the proper use of chemical substances. We use this system for the management of raw materials and the chemical substances contained in products.

The system comprises a database of raw materials and product formulation data, a database of regulatory data, and product formula development support functions. The adoption of the system has reinforced our framework for ensuring legal compliance regarding chemical substances used in products during product development across all our business fields. In addition, the system's accumulated data allows employees to instantly search through the chemical substances contained in products that have been released. This has helped enhance data management, secure traceability and reinforce our ability to ensure compliance.

In addition, as a member of the Joint Article Management Promotion-consortium (JAMP), we ensure that our chemicals departments provide customers with information on the chemical substances contained in products using JAMP's chemSHERPA common format.* We also provide information on REACH SVHCs.*2

- *I chemSHERPA: A common scheme for the transfer across a supply chain of information about chemical substances contained in products.
- *2 SVHC (substances of very high concern): Substances that are candidates for inclusion in REACH Annex XIV as substances subject to authorization. "Authorization" here refers to that which is indicated in the name REACH, which stands for Registration, Evaluation, Authorisation and Restriction of Chemicals.



Management System for Information on Chemical Substances Diagram

Initiatives to Reduce or Eliminate Chemical Substances of Concern

Regarding Nonylphenol Ethoxylates (NPEs)

In 202l, the use of nonylphenol ethoxylates (NPEs) in the EU was restricted by EU REACH.* Furthermore, Japan is set to designate NPEs as Class II Specified Chemical Substances under Japan's Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc. in 2024. Lion has already discontinued the use of NPEs and completed the process of replacing them with substances that have a lower environmental impact.

Regarding Perfluorooctanoic Acid

The restriction of perfluorooctanoic acid (PFOA) was declared under the POPs Convention^{*2} in 2019. Furthermore, Japan designated PFOA a Class I Specified Chemical Substance under the Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc. in 202l, with its manufacture and import being prohibited in principle. In response to this, Lion conducted a survey using the Management System for Information on Chemical Substances and an investigation of raw material manufacturers, thus discovering that some raw materials in our chemicals department contained PFOA as an impurity. However, we have completed the process of replacing such raw materials with those that do not contain PFOA prior to the Act on the Evaluation of Chemical Substances and Regulation of Their Manufacture, etc. coming into effect.

^{*}l REACH: Registration, Evaluation, Authorisation and Restriction of Chemicals

^{*2} The Stockholm Convention on Persistent Organic Pollutants (POPs): A multilateral environmental agreement that aims to eliminate or restrict the production and use of persistent organic pollutants.

Environmentally Friendly Technologies in the Chemicals Business

Products Made with Sustainable Resources

The Lion Group uses natural plant-derived oils, such as palm oil and coconut oil, as raw materials in its products with an eye to making effective use of renewable resources.

Products That Contribute to Energy Saving

Conductive plastic that contributes to weight reduction and fuel economy improvement as a substitute material for metal parts in vehicles

Products That Contribute to the Preservation of the Natural Environment

Conductive carbon black used in battery applications for the popularization of electric vehicles that do not emit exhaust gases

A highly biodegradable agent for fabric softeners and other products that uses plant-based raw materials and has an estertype quaternary ammonium structure

☑ Environmentally Friendly Products

Lion Specialty Chemicals Co., Ltd.

Initiatives to Establish Oral Care Habits

Sustainability Material Issue 2 Creating Healthy Living Habits



- ✓ Approach ✓ Preventive Dentistry (Self-Care) ✓ Preventive Dentistry (Professional-Care)
- ▼ Inclusive Oral Care
 ▼ Research and Academia (Preventive Dentistry Research)

Approach

Preventive oral care requires a mindset that prioritizes prevention over waiting for cavities to form before acting. Proactive oral health care necessitates building habits, including carrying out daily self-care based on the guidance of dentists and dental hygienists and regularly visiting the dentist for professional care. The Lion Group offers a variety of products and services that support both preventive dentistry habits that suit individual lifestyles and healthy minds and bodies. Furthermore, we are facilitating activities that expand these preventive dentistry habits to all of Asia by coordinating with government administrations, dentistry experts and partner corporations. We seek to contribute to improving people's health by offering opportunities for preventive dentistry at any time to any who need it throughout their lives.



Preventive Dentistry (Self-Care)

- Self-Care (Self-Implemented Preventive Dentistry)
 Tooth Brushing Song, Videos and Posters
- ▼ Promoting After-Lunch Tooth Brushing ▼ Promoting the Use of Dental Floss
- Promotion of Periodic Toothbrush Replacement and Recycling
- Developing various products and services using Lot and AI etc,
- Educational Activities to Promote Oral Care at Specific Life Stages
- ▼ Developing Oral Healthcare Leaders
 ▼ Corporate Wellbeing Support Service

Self-Care (Self-Implemented Preventive Dentistry)

Even if you take care to brush your teeth carefully, without the proper knowledge and techniques, you can still end up leaving plaque behind. Establishing daily self-care habits in line with the principles of preventive dentistry is key to effectively managing and maintaining oral health.

The Lion Group is implementing a range of initiatives to promote brushing techniques that effectively remove plaque along with new habits that help foster awareness of preventive dentistry based on an understanding of one's own oral conditions.

Tooth Brushing Song, Videos and Posters

In order to help elementary school-aged children acquire correct and thorough tooth brushing habits in a fun way, Lion has created a tooth brushing song with lyrics about the steps of tooth brushing, videos featuring the song as well as posters with the brushing steps. One of the videos is instructional and teaches children the proper brushing method and steps, and another is a fun animated version for children to watch once they have learned how to brush.

I "Ee, Ha" Tooth Brushing Song Lyrics and Composition: Yoshida Yamada

> Download the lyrics [Japanese] 📴



Video (instructional version) [Japanese]

A dental hygienist teaches key points and demonstrates the brushing steps while following along with the song.

* Recommended for children who are still learning how to brush.



Video (animated version)

This animated video is designed to help children enjoy forming tooth brushing habits.

* Recommended for children who have already learned how to brush.



Art: Yoshitaka Yamada (Yoshida Yamada)

Tooth Brushing Steps Poster

Children can check the steps and key points of tooth brushing with the lyrics on the poster.

Character design: Yoshitaka Yamada (Yoshida Yamada)



Download A1 version [Japanese] of A3 version [Japanese]

Promoting After-Lunch Tooth Brushing

Lion is advancing initiatives to promote after-lunch tooth brushing, aiming to help establish the habit of brushing three times a day.

Today, approximately 60% of Japan's population over the age of 15 is employed (Fiscal 2018 Labour Force Survey, Japan Statistics Bureau). While many consumers spend their afternoons in the workplace, only 40% of workers in offices and similar environments report regularly brushing their teeth after lunch, while another 22% report wanting to but not actually doing so (Lion survey). To address the needs of working people, Lion launched *MIGACOT* , an oral care set designed for tooth brushing at the office that includes a cup. Lion is promoting this product along with educational activities to spread the mindset that brushing one's teeth after lunch is a normal part of the workday among as many people as possible.

Benefits of frequent tooth brushing People who brush their teeth more often have lower periodontal pockets formation rates! Periodontal pockets formation rate (%) *Compared to brushing at least once: Odds ratio 0.68 (P<0.05) Down 13% 21.79 15.29 Less than Twice Three times once per day or more n=201 n=808 n=976 (N=1,985, compared to four years after the baseline) Source: Yoji Yamazaki et al: Association between Oral Health Behavior and Development of Periodontal Pockets: A Cohort Analysis Using Data from Japanese Adults who Underwent Routine Dental Checkups in Occupational Settings, Journal of Dental Health 68: 21-27, 2018.





Promoting the Use of Dental Floss

We promote initiatives to communicate the necessity and benefits of preventive dentistry. One of the key points of effective oral self-care is to completely remove all dental plaque. Only about 60% of the plaque that forms between the teeth can be removed using a toothbrush alone. The combination of toothbrush and dental floss, however, improves plaque removal by 50%.

Lion promotes the combined use of toothbrushes and dental floss. In addition to providing products for children old enough to floss (those in elementary school and above) and other consumers who may not be used to using dental floss, Lion carries out activities to promote the necessity of using dental floss and correct flossing techniques.*



^{*} Lion holds the Oral Health Event of Tooth Brushing for Children every year to provide a fun opportunity for elementary school students to learn how to use dental floss and brushing techniques suited to the arrangement of their own teeth.

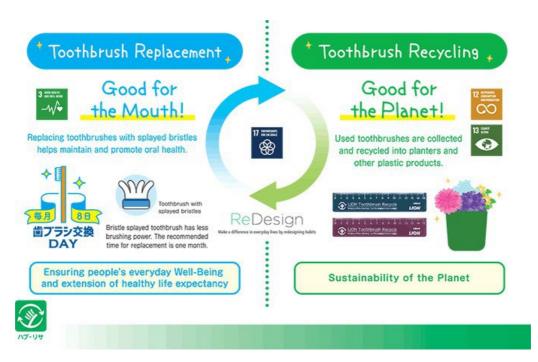
Going forward, by helping improve the lifestyles of our consumers, we will foster the awareness that health is related to one's own actions and to spread understanding of the importance of maintaining desirable habits.

☑ CLINICA ADVANTAGE Dental Floss

Promotion of Periodic Toothbrush Replacement and Recycling

Contributing to the SDGs by realizing "Good for the mouth!" and "Good for the Planet!"

Since its founding, Lion has worked to promote healthy oral care habits among consumers. In recent years, marine plastics have become a major social issue. As a leader in oral care and a manufacturer, Lion recognizes that it has a duty to address the issue of plastic recycling. By focusing on toothbrushes, which account for more plastic use than any other Lion product, we are working to contribute to the formation of healthy consumer living habits while helping to reduce environmental impact.



Instituting Toothbrush Replacement Day

Over time, regular use of a toothbrush causes the bristles to splay apart, reducing the brushing efficacy. According to a Lion survey, only about 40% of consumers replace their toothbrushes every month.* Those that do not give such reasons as "It's wasteful to throw it out," and "I wasn't aware that the brushing effectiveness diminishes."

* Although the exact timing may vary by individual, we generally recommend replacing your toothbrush every month.



(Relative to the 100% plaque removal rate of a new toothbrush) Source: Lion Foundation for Dental Health, Japanese Society of Pediatric Dentistry briefing (1985)



Poster promoting toothbrush replacement

In February 2018, we designated the 8th of every month Toothbrush Replacement Day* and started calling for monthly toothbrush replacement. To expand this program, we are collaborating with business partners by developing in-store point-of-purchase displays to remind consumers to replace their toothbrushes on the 8th of every month and creating posters promoting periodic toothbrush replacement for use in dental clinics.

Lion will continue these activities to promote toothbrush replacement with our business partners and dental clinics so that monthly toothbrush replacement becomes a regular habit.



- * This day was registered and certified by the Japan Anniversary Association on December 27, 2017, and has been established as a new annual event.
- > News release: New Habit! Start Your Own Personalized "My Brush Day" on the First Day of the Month! [Japanese]

Promoting Toothbrush Recycling

There is a concern that an increase in the frequency of toothbrush replacement due to the promotion of toothbrush replacement could lead to a rise in waste. Addressing this concern, and in light of problem of marine plastics in recent years, Lion initiated its Toothbrush Recycling Program,* a first in Asia, to collect and recycle used toothbrushes, which had previously just been thrown away, in cooperation with TerraCycle Japan. Adopting the perspective that each consumer who participates in toothbrush recycling is an important partner, we are moving forward with the aim of realizing a resource-circulating society.







Toothbrush recycling activities at Nitobe Bunka Elementary School

Collection points 1,398

Toothbrushes collected Approx. 1,560,000

(As of March 31, 2024)

Developing various products and services using Lot and AI etc,

Oral Fitness Service ORAL FIT

In November 2022, we launched *ORAL FIT*, a service that proposes the new habit of oral fitness. The aim is to maintain and improve oral fitness to prevent the loss of muscle strength around the mouth, which can lead to choking, difficulty speaking, difficulty chewing, and other problems. This app-based service proposes a two-month program with ten minutes of oral exercise a day to prevent deterioration of and improve oral functions.



Children's Development Support Service Okuchi-iku

In April 2023, we launched the *Okuchi-iku* oral care program via a dedicated ecommerce site. The aim of the program is to support the development of proper tooth brushing habits and the creation of a strong foundation for straight teeth in line with children's varying stages of growth. As the first step, we are offering *Okuchi-iku Kamotto!* for children whose baby teeth are in the process of being replaced by adult teeth, an important period for establishing a foundation for straight teeth. This three-item set includes gummies for daily consumption to develop chewing strength, chewing gum for monthly use to check chewing strength, and an Al app to check teeth alignment via the *Okuchi-iku* members website.



Gum Health Assessment Tool HAGUKI CHECKER

Aiming to increase awareness of preventive dentistry, in 2019, we launched *HAGUKI CHECKER*, an online tool that checks the state of users' teeth and gums. Users simply use a smartphone or other device to take photos of the inside of their mouths, including the teeth and gums, and upload them to *HAGUKI CHECKER*. The online service then uses AI to identify individual teeth and check the state of the gums around each tooth (receding, dullness, swelling). Since its launch, approximately 71,000 people*2 have used the service.

By helping consumers see and understand their own oral environments, *HAGUKI CHECKER* sparks greater interest in the state of their gums. Periodic use over time can help consumers see the effects of changes in their oral care habits by for example, making changes to their gums more readily apparent.

- *1 Developed based on Lion's data and expertise, and created using the AI image analysis technology of Automagi Inc. and the service development technology of MTI Ltd.
- *2 Figure for July 22, 2019 to May 16, 2024.

Items Checked

HAGUKI CHECKER provides an analysis of the state of the user's gums around each tooth, evaluating the following three factors on a three-point scale.

- Gum recession
- Gum dullness
- Gum fullness

The service also provides information about care methods, oral care products and other aspects of oral care in line with the analysis results.





Check results for each individual tooth

☑ HAGUKI CHECKER [Japanese]



Educational Activities to Promote Oral Care at Specific Life Stages

Daily oral care is an important habit that affects lifelong health. Forming healthy oral care habits from a young age is crucial. Lion believes that practicing self-care at all life stages is important. In order to firmly establish healthy oral care habits appropriate to the needs of specific life stages, Lion is advancing initiatives in cooperation with external organizations, including government bodies, schools, hospitals and dental clinics. In addition, Lion supports the oral care promotion activities of The Lion Foundation for Dental Health (LDH).

* Established in 1964, the Lion Foundation for Dental Health (LDH) changed its status to a public interest incorporated foundation in 2010. Lion fully supports LDH's activities to promote oral care awareness and education. LDH coordinates with the Japan Dental Association, universities, governmental bodies and other partners to help maintain and improve the dental and oral health of consumers through its three projects. By doing so, LDH stays at the forefront of oral health, contributing to society by helping to improve the quality of life of all people.

☑ The Three Projects of LDH

Infancy

Promoting Preventive Dentistry from Age 0

Lion aims to help establish preventive dentistry habits from as early in a child's life as possible. To this end, in terms of product development, we are enhancing our *CLINICA Kid's* series, which enables preventive dentistry from age 0. Samples of *CLINICA Kid's Gel* Toothpaste are offered at 18-month checkups.

We believe that time spent on parent-assisted brushing is a valuable opportunity for deepening parent-child bonds. Therefore, in terms of making this information more prevalent, we are providing information through the website "HA!HA!HA! Park," which encourages preventive dentistry efforts for children.

Elementary school students

The Oral Health Event of Tooth Brushing for Children—Reaching a Cumulative Total of More Than 2,730,000 Children in and Outside Japan

The Oral Health Event of Tooth Brushing for Children, started in 1932, is held every year for elementary school students during Dental/Oral Health Week (June 4th to 10th). For the 80th event in 2023, participating schools chose a date to participate and took part by watching an approximately 40-minute long educational DVD. Approximately 270,000 elementary school students attending a total of 4,934 schools participated in 2022, including students in Japan and other Asian countries. The theme of the 80th edition of the event was "Brush Up Your Teeth and Yourself." Prepared with editorial supervision from Toshikazu Yasui of Meikai University, the program focuses on the gums, including learning about individual oral conditions and using dental floss. In addition to promoting understanding of preventive dentistry, the program taught students about the importance of consistency through oral care, a central part of healthy living habits.

Cumulative participants: 2,730,000





The Oral Health Event of Tooth Brushing for Children in Japan and other Asian countries.

> The Oral Health Event of Tooth Brushing for Children in Japan and other countries (mainly in Asia)



KidZania

Lion has been providing dental clinic-themed pavilions at KidZania Tokyo since 2006, at KidZania Koshien since 2009 and at KidZania Fukuoka since 2022. These pavilions have been popular with kids, particularly the "Dentist" and "Dental Hygienist" experiences, which allow them to get a feel for what it is like to work in these jobs.

At the pavilions, kids first undergo "training" as dentists or dental hygienists, learning about the importance of teeth taking care of their own oral health and hygiene. Then, they use tools that are nearly identical to the real things, including polishers and dental vacuums, to treat cavities and apply fluoride treatments to patients (training mannequins used in dentistry schools) in the dentist's chair. For completing their work, they receive a salary paid in the official currency of KidZania, usable at other pavilions.

After their work experience, kids have commented that "treating cavities seemed really difficult," that they "learned the proper way to brush teeth" and that they were "happy to protect teeth by getting rid of plaque." The dental clinic pavilions thus appear to be effective in communicating the importance of cavity prevention and oral health.



The Dental Clinic pavilion at KidZania Tokyo



Kids treating a patient with a cavity



The Dental Clinic pavilion at KidZania Koshien



Kids undergoing training



The Dental Clinic pavilion at KidZania Fukuoka



Kids learn how to hold and use dental tools

Developing Oral Healthcare Leaders

Lion seeks to promote preventive dentistry practices that consumers can perform themselves. To this end, in communities with which we have formed partnerships, we hold oral healthcare leader development lectures to empower local governments, as oral healthcare leaders, to provide residents with tooth brushing information and practical techniques that can be beneficial to overall health. We are currently carrying out these activities in the cities of Ishinomaki in Miyagi Prefecture, Sakaide in Kagawa Prefecture and Taito Ward in Tokyo.



Oral healthcare leader development lecture in October 2022 in a meeting room at Sakaide City Hall

☑ Ishinomaki [Japanese]

☑ Sakaide [Japanese]

Corporate Wellbeing Support Service

Lion offers oral care seminars and five-minute saliva tests for corporate employees and municipal employees to ascertain their oral conditions. We strive to promote oral health care by helping people develop healthy habits starting with the mouth.



Preventive Dentistry (Professional-Care)

- ▼ Professional Care (Preventive Dentistry Implemented by Dentistry Specialists)
- ✓ Salivary Multi Test (SMT)
- Supporting the Implementation of Preventive Dentistry at Dental Clinics: L-Support

Professional Care (Preventive Dentistry Implemented by Dentistry Specialists)

The alignment of the teeth and other oral conditions are unique to each individual. Receiving professional care from dentists or dental hygienists is crucial—not just to treat dental problems, but to prevent issues like cavities and gum disease before they arise. Such care includes fluoride treatments and instruction on brushing methods suited for one's own oral conditions. In addition, it is best to get regular checkups at a dental clinic two to three times per year to check the state of your oral conditions, including the health of the teeth and gums. Lion promotes the habit of receiving regular professional care.

Salivary Multi Test (SMT)

SMT is a five-minute testing system that can measure the levels of six analytes related to dental and gum health and cleanliness (cariogenic bacteria, acidity, buffer capacity, leucocytes, proteins and ammonia) in saliva collected by rinsing the mouth with 3 ml of distilled water. This allows dentists or dental hygienists to provide immediate feedback to their patients as part of a dental checkup. This system supports dental care institutions in creating opportunities for preventive dentistry and helps spark patients' awareness of preventive measures and motivation to establish oral care habits.



Collecting a saliva sample after rinsing



Measured with test paper and special equipment



Share measurement results

Supporting the Implementation of Preventive Dentistry at Dental Clinics: L-Support

Lion Dental Products Co., Ltd.* operates L-Support, a program to support the implementation of preventive dentistry at dental clinics. The L-Support program provides information and services useful for regular patient care to registered clinics so that they can effectively focus on preventive dentistry. The program offers seminars, video content and a dedicated website for dentistry professionals, providing many different materials to support them in gaining a broad range of preventive dentistry knowledge, including about oral care products for dental clinics, as well as in improving their skills.



A preventive dentistry seminar



Using video content

^{*} Lion Dental Products Co., Ltd. [Japanese][2

Inclusive Oral Care

To ensure that anyone can develop effective oral care habits, we are increasing opportunities for people to learn about oral care through the Inclusive Oral Care project as a way to tackle social issues. In Japan, the relative poverty rate among children (11.5%^{*1}) is becoming a public concern. Children of economically disadvantaged families have inferior health habits^{*2} and fewer beneficial experiences^{*3} than the children of more affluent households. In particular, the percentage of children with five or more cavities is nearly double.

Since 2021, based on the "Dental and Oral Health" concept, Lion has developed an experience-based program called the Okuchikarada Project. We are working with NPOs and local governments at children's cafeterias to promote preventive dentistry habits and boost children's self-esteem. We are also creating opportunities for Lion employees to participate in these activities to experience these social issues directly, thus promoting understanding of the importance of the direction the Group's direction is aiming for and of contributing to putting our purpose into practice.

Furthermore, in 2022, we verified the effectiveness of the experiential program conducted in collaboration with partners in industry, government and academia in Okinawa Prefecture, which has the highest percentages of child poverty and children with cavities in Japan*4. Results showed the signs that the experiences helped children to form oral care habits and boost self-esteem. We will use the knowledge we gained from this verification to provide even more effective experiential programs.



Dental and Oral Health Program



Dental plaque buildup before and after the experiential program (The dyed areas indicate plaque buildup.)

- *1 Source: Ministry of Health, Labour and Welfare, 2022 Comprehensive Survey on Living Conditions
- *2 Source: Department of Social Medicine, National Institute of Child Health and Development, Adachi City and Adachi City Board of Education (FY2016)
- *3 Receiving praise from others, communicating with adults, acquiring life skills, etc.
- *4 Source: Ministry of Education, Culture, Sports, Science and Technology, 2020 School Health Survey Statistics



Research and Academic (Preventive Dentistry Research)

→ Partnerships in Industry and Academia

▼ The Lion Award

Partnerships in Industry and Academia

Our society and ways of living are changing rapidly as we face such increasingly serious social issues as low birth rates, an aging population, declining population and the depletion of resources on the one hand and dramatic technological progress in such areas as AI and IoT on the other. In order to keep up with these changes and continue supporting the public's health, Lion is focusing on not just providing goods but offering new value to our customers. Open innovation through partnerships with external organizations, such as government agencies and other companies, is key to this endeavor.

In the oral health field, we are investigating the status of dental alignment in elementary school students in cooperation with Kuroishi City in Aomori Prefecture and Hirosaki University, a Designated National University, to confirm the relationship between dental alignment and living habits. In addition, in collaboration with Hitachi Ltd. and Hitachi Health Center, Lion has confirmed the benefits of dental health checkups in the workplace on a 10,000-person scale, as well as obtained useful data that will lead to healthier employees. By acquiring and disseminating this new information and utilizing it in the development of products and services, we are able to derive value for the creation of healthier living habits.

The Lion Award

Lion established the Lion Award in 2001 to support the activities of academic associations and the development of young researchers. The prize is awarded via the International Association for Dental Research, the world's largest dental research association, the Asian Academy of Preventive Dentistry, a dental research association in Asia, as well as, in Japan, the Japanese Society of Pediatric Dentistry, Japanese Society for Oral Health, Japanese Society of Gerodontology, Japanese Association for Oral Biology and Japanese Society of Periodontology.

Trophy plaques and cash prizes are awarded to researchers who conducted creative research.

Lion Award Ceremonies



International Association for Dental Research (IADR) Award Recipients

2023 Recipients

Research Association	City Award Ceremony was Held	Conference Date	Recipient (Affiliation)
International Association for Dental Research (IADR)	Colombia	June 21 to June 24	Mateus Xavier de Queiroz (University of Campinas, São Paulo, Brazil) Jessy Kamila Sihuay Torres (University of Toronto, Ontario, Canada) Sofia Tortora Morel (SUNY Downstate University of Health Sciences, Brooklyn, New York, USA)
Asian Academy of Preventive Dentistry (AAPD)	Hong Kong	November 8 to November 10	1st Prize in the Junior Category Ka Ti Lee (The University of Hong Kong, Hong Kong, China) 2nd Prize in the Junior Category Jingwen Xia (Shenzhen University, Guangdong Province, China) 3rd Prize in the Junior Category Hantao Yao (Wuhan University, Hubei, China) 1st Prize in the Senior Category Khai Quang Dao (University of Medicine and Pharmacy at Ho Chi Minh City, Ho Chi Minh, Vietnam) 2nd Prize in the Senior Category Shinan Zhang (Kunming Medical University, Yunnan, China) 3rd Prize in the Senior Category Hao Yu (Fujian Medical University, Fujian, China)
Japanese Society of Pediatric Dentistry	Nagasaki (Dejima Messe Nagasaki)	May 18 to May 19	Tatsuro Ito (Full-Time Lecturer for Clinical Courses in Pediatric Dentistry at the School of Dentistry at Matsudo, Nihon University) Masatoshi Otsugu (Assistant Professor at the Graduate School of Dentistry Course for Oral Sciences, Osaka University)
Japanese Society for Oral Health (JSOH)	Osaka (International House Osaka)	May 19 to May 21	Maya Izumi (Professor of Dentistry, Kyushu Dental College) Akito Sakanaka

Research Association	City Award Ceremony was Held	Conference Date	Recipient (Affiliation)
			(Assistant Professor at the Graduate School of Dentistry, Osaka University)
Japanese Society of Gerodontology	Yokohama (PACIFICO Yokohama)	June 16 to June 18	Maya Izumi (Professor of Dentistry, Kyushu Dental College) Yukiko Hatanaka (Assistant Professor of Geriatric Dentistry, Showa University School of Dentistry)
Japanese Association for Oral Biology	Chiyoda City (Nihon University School of Dentistry)	September 16 to September 18	No qualified candidates
Japanese Society of Periodontology	Nagasaki (Dejima Messe Nagasaki)	October 13 to October 14	Naoki Takahashi (Associate Professor at the Graduate School of Medical and Dental Sciences, Niigata University) Tomoaki Iwayama (Assistant Professor at the Graduate School of Dentistry, Osaka University)

Initiatives to Establish Cleanliness and Hygiene Habits

Sustainability Material Issue 2 Creating Healthy Living Habits



- ▼ Approach
 ▼ Activity Policy
 ▼ Establishing Proper Cleanliness and Hygiene Habits
- ∨ Hygiene and Health Care in Times of Disaster
 ∨ Hand Hygiene Management for Professionals

Approach

Since the 1890s, Lion has implemented educational activities aimed at spreading the practice of washing with soaps and detergents. Furthermore, since the 1990s, when group infections through food poisoning came to be seen as a social problem in Japan, Lion has advanced the unique concept that washing with antibacterial hand soap can be fun, promoting the formation of proper hand washing habits alongside its products.

We can work together to keep germs and viruses off of us and keep from bringing them into the places we live, work and play. The first step is to wash our hands and gargle as soon as we get home. To help realize healthy living for all, Lion seeks to help firmly establish basic habits like these. Lion has long carried out activities to this end in Japan and across Asia.

Activity Policy

To establish cleanliness and hygiene habits, Lion's policy is to foster proper habits that can be practiced anywhere, anytime. In addition to fostering proper cleanliness and hygiene habits in everyday life with a focus on children, Lion promotes hand cleanliness care that can be practiced when there is insufficient water for washing and the establishment of cleanliness and hygiene practices for food service professionals, such as those working at restaurants and hotels. In doing so, we seek to go to consumers where they are under the *KireiKirei* banner, partnering with local communities, including government bodies and schools, to advance employee-led activities together.

Establishing Proper Cleanliness and Hygiene Habits

Employee Participation

Lion carries out activities to promote proper hand washing habits as part of junior employee training. Every year, around 100 junior employees work in teams to teach children at kindergartens and preschools around Japan the importance of hand washing.

Furthermore, we are helping increase awareness among employees through activities in coordination with retailers and by incorporating activities to promote proper hand washing habits at kindergartens and preschools into the training of junior employees. We are advancing initiatives with trading partners around the country, such as Sugiyama Drugs Co., Ltd., in Nagoya.





Activities to promote proper hand washing habits as part of employee training (2019

In 2021, we expanded the scope of employees' activities to promote proper hand washing to include nursery schools, kindergartens and elementary schools.

These activities involved employees teaching classes, the theme of which was ! learning proper hand washing to protect our health and the health of those we care about.! In the classes, the employees worked to instill understanding of hand washing and proper habits by encouraging the participating children to think about why hand washing is important and ways of protecting themselves from viruses and bacteria. To minimize the risk of infection during the COVID-19 pandemic, these classes were conducted as hybrid classes involving online and in-person elements, but since 2022 we have been shifting toward holding the events in person.



A school visit (2022)

From 2012 to 2023, around 1,600 employees participated in activities to promote good hand washing habits. Over this period, approximately 41,600 preschoolers, students and faculty took part in these activities.

Preschoolers, Students and Faculty Participating in Activities to Promote Proper Hand Washing Habits

2019	2020	2021	2022	2023
Approx.	Approx.	Approx.	Approx.	Approx.
4,100	200	1,300	2,360	2,510

Promotion through Our Businesses

The *KireiKirei* brand has continued implementing the Kirei Relay Project, which aims to realize a society full of human interaction by encouraging people to practice hygiene habits for the sake of the people they care about. This project seeks to make everyday hand washing a more enjoyable habit through such activities as creating one-of-a-kind personalized *KireiKirei* hand soap bottles and campaigns at educational facilities promoting proper hand washing and gargling techniques.

Washing for at least 30 seconds is fundamental to the effective removal of viruses and germs from the hands. We are implementing fun activities to help foster proper habits like this even among small children.

In 2022, in support of Global Handwashing Day on October 15, we hosted the Global My Bottle Sticker Drawing Contest with the aim of establishing fun hand washing habits for the whole family. For the contest, children hand-drew designs for their own one-of-a-kind *KireiKirei* bottles. We received entries from children in Japan and other regions in Asia.



Installation of automatic soap dispensers in toilets at Kakogawa City Hall in 2021 (Kirei Relay Project)



Entries for the *KireiKirei* Global My Bottle Sticker Drawing Contest

- ☑ Kirei Relay Project [Japanese]
- Proper Hand Washing, Gargling and Sanitizing Techniques [Japa nese]
- ☑ The Secrets of the Bacterial Barrier [Japanese]
- ☑ Bacteria Battle! Project [Japanese]
- Let's Create Together! *KireiKirei* My Bottle Campaign [Japanese]
- Life Hygiene Information (Lidea) [Japanese]



Local Communities

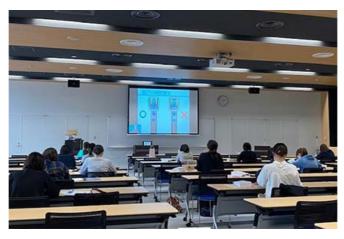
We are promoting proper hand washing habits at kindergartens, preschools, elementary schools and public facilities, mainly in areas across Japan where Lion facilities are located as well as in Ishinomaki City (Miyagi Prefecture), which was affected by the Great East Japan Earthquake and an area closely connected to our founder, and Sakaide City (Kagawa Prefecture), where *KireiKirei* Hand Soap is manufactured.

Specifically, we have been promoting proper hand washing habits at kindergartens and preschools in Ishinomaki City since 2012 as part of support for recovery from the Great East Japan Earthquake. In addition to this, through a comprehensive collaboration agreement with the city, we have conducted oral healthcare activities for residents since 2019.





Activities to promote proper hand washing habits in Sakaide City



Training session involving oral healthcare leaders in Ishinomaki City

キレイキレイのまち坂出 プロジェクト

KireiKirei City-Sakaide Project [Japanese]





Lion's initiatives to promote recovery from the Great East Japan Earthquake



Lion began marketing *KireiKirei* hand soaps overseas in 2005. Today, the brand is sold by Lion Corporation (Singapore) Pte Ltd, Lion Corporation (Thailand) Ltd., Southern Lion Sdn. Bhd., Lion Corporation (Korea), Lion Daily Necessities Chemicals (Qingdao) Co., Ltd., Lion Corporation (Hong Kong) Ltd. and Lion Home Products (Taiwan) Co., Ltd. Each company, alongside the provision of products, carries out activities to promote the formation of cleanliness and hygiene habits, aiming to increase awareness of cleanliness and hygiene. In Bangladesh, a new market for the Group, we will also contribute to the development of cleanliness and hygiene habits by providing educational materials through the Japan International Cooperation Agency (JICA) as a means of supporting children's hygiene education.



Ai! Kekute* hand washing class in Lion Corporation (Korea)



Promoting hand washing habits in Lion Corporation (Thailand) Ltd.

* Ai! Kekute (literally, Oh! Clean!) is a hand soap brand marketed by Lion Corporation (Korea).

Lion Group's Social Contribution Activities

Hygiene and Health Care in Times of Disaster

In times of disaster, living in evacuation shelters, a limited water supply and other factors can increase hygiene-related risks in daily life, so keeping clean and taking care to stay healthy are extra important. In particular, maintaining oral hygiene and healthi which is connected to one's overall healthi is crucial.

Lion has published a pamphlet covering oral and hand hygiene and health care in times of disaster as well as ways of preparing for such situations. In addition to providing information about hygiene and health in times of disaster, Lion participates in disaster readiness and other events around Japan to promote awareness and good practices.



! Hygiene and Health Care in Times of Disasteri pamphlet



! Hygiene and Health Care in Times of Disasteri book

> The ! Hygiene and Health Care in Times of Disasteri pamphlet is available for download here (in English, Japanese, Sim plified Chinese and Traditional Chinese)



Sumida-ku disaster preparedness fair (Ryogoku area)



Edogawa-ku disaster drill (Hirai area)



Kita-Harima business fair (Ono City)

Hand Hygiene Management for Professionals

Professionals who handle food, be it in restaurants, hotels, food product factories or other industries, all want to provide the best service possible so that their customers will enjoy their food with peace of mind, have a good time, and make great memories.

Lion Hygiene Co., Ltd., as a comprehensive hygiene management company, helps create clean, safe and hygiene environments through products, hygiene assessments and other forms of support based on scientific insights in order to help food service professionals make their vision a reality. In particular, the foundation of hygiene management for professionals who handle food is thorough hand washing. As part of support efforts, Lion Hygiene provides hygiene management information that is important for such professionals, including not only hand washing techniques, but key points about hand washing timing and facilities, among other topics, through | Hygiene Tayorii fliers issued four times a year.

I Hygiene Tayorii fliers offering hygiene management information



When to wash hands: handling food



Key points for hand washing facilities





Key points of hygienic hand washing

Infectious disease prevention: bathrooms

Supporting Hand Hygiene Management by Professionals (Lion Hygiene Co., Ltd.) [Japanese]

C

AI/IoT Cleanliness and Hygiene Initiatives

- **S** Related Information
- ☑ Joint initiative with *KireiKirei* and teamLab [Japanese]
- ☑ KireiKirei ×Sony ExploraScience joint workshop [Japanese]
- Lion and Hakuhodo i-studio jointly develop IoT device *KireiKirei* Push Connection [Japanese]

Academic Research on Cleanliness and Hygiene Initiatives

S Rela

Related Information

- > News Release: A simulation model that visualizes the risk of viral infection in a residence immediately after returning home was developed. [Japanese]
- > News Release: Bacteria growth that finds its way to your hands before you know it is inhibited by hand wash containing soap ingredients! [Japanese]
- > News Release: Results of hygiene awareness survey and handwashing behavioral observation against COVID-19 in 2021
 - More than 60% of respondents want frequent handwashing to continue even after the pandemic ends! [Japanese] in
- >News Release: Around 90% of consumers say they wash their hands after returning home, but a simulation shows that people are spreading viruses before they wash their hands [Japanese]
- > News Release: Bad breath and susceptibility to getting colds are correlated! The findings of a study of 4,491 men and w omen aged 20 to 69. [Japanese]
- > News Release: Hygiene habits are shifting from something we need to do to something we want to do. We set up a "Cle anliness Voting Booth" for a limited time at Shinjuku Station as an experiment to encourage hygiene behavior among p eople out and about at the gateway to the city. [Japanese]
- > News Release: Survey of actual hand washing during the COVID-19 pandemic [Japanese] 📴
- > News Release: Worried about germ transmission at the office? Places and things to watch out for and ways to brush you r teeth that reduce risk at the office [Japanese]
- Lidea lifestyle information website (content relating to handwashing, gargling, disinfection, etc.) [Japanese]

Together with Employees

Sustainability Material Issue 3-7



Basic Approach

The Lion Group has set "Generate dynamism to realize innovative change" as one of the growth strategies of Vision 2023. Under this strategy, we aim to have all employees spurring on one another in their respective growth processes and operating as autonomous individuals in order to generate waves of innovative change; that is, dynamism, across the organization as a whole. We will promote a variety of initiatives, including opportunities for independent learning and autonomous career development, the development of healthy habits and flexible work styles, to support individual job satisfaction while also promoting flexible organizational management in response to issues, position management to allocate the right person to the right role, and personnel management by job grouping* to secure and develop highly specialized human resources. Through these efforts, we will encourage the dynamism of every employee and leverage their abilities as an organization, thereby linking our human resources development to the enhancement of our corporate value.

* Job groupings are cross-departmental categorizations of roles and job types that require similar expertise. The groupings serve to drive human resource development aimed at increasing expertise in specific areas and are utilized in coordination with the personnel-related initiatives of the head office and individual departments.

Overview

We are advancing a variety of initiatives rooted in the common approach of activating individuals and organizations. In addition to efforts to enable diverse human resources to succeed, promote diverse work styles and develop independent human resources, we aim to realize better workplace environments by maintaining and enhancing labor-management relations, health and safety (Figure 1).

Furthermore, via the Lion Professional Fulfillment Reforms*, we are offering a wide range of options and opportunities for employees based on four overarching themes aimed at making maximum use of diverse talent. By doing so, we are working to create environments that allow employees to utilize their own strengths, find the work styles that best suit them and better coordinate with others (Figure 2).

* Initiatives to increase the professional fulfillment of each and every employee, develop personnel who generate new value and improve labor productivity.



Figure 1. Initiatives to Activate Individuals and Organizations

- New human resource management system (New personnel system, job group-based personnel management)
- Career design support
- Providing self-directed learning opportunities (Lion Career Village)
- . Multifaceted evaluations of ability
- Making employee information more accessible
- Side job system
- New health management system: GENKI Navi
 → Visualization of health checkup results
 and future health risk data
- \rightarrow Archiving exercise, diet, blood pressure and weight data
- · Preventive dentistry
- Countermeasures against three common types of cancer
- Reinforcing nonsmoking initiatives

Fulfilling work

Able to grow as a professional and private individual and lead a fulfilling life

(1) Work management

Make maximum use of diverse talent

(2) Work styles

Change ways of working, with emphasis on independence

- (3) Relationship strengthening
 Mutual understanding and respect
 - Lion-style health support
 (4) "GENKI" Action

- Discretion in work styles (full-flex, telecommuting, use of time off in hourly increments, dress code freedom)
- · Head office relocation
- Relationship enhancement program
- 1-on-1 meetings
- Employee award system
- Learning about, recognizing and addressing each other's biases
- Making employee information more accessible
- Side job system

Figure 2. Lion Professional Fulfillment Reform Framework

Initiatives













Labor-Management Relations

(>)

Developing Human Resources

Sustainability Material Issue 5 Developing Human Resources

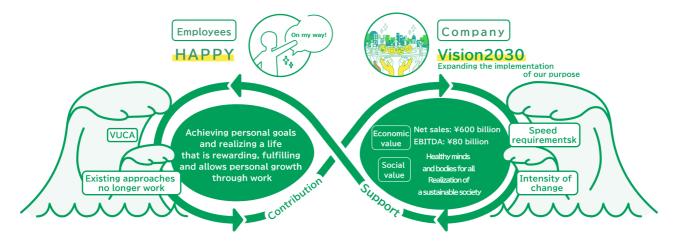


- ✓ Approach ✓ Lion's Ideal Human Resources
- ▼ Human Resource Development to Support Career Autonomy
 ▼ Career Autonomy Support Measures
- ✓ Career Development Programs

Approach

The core concept of the Lion Group's human resource development is to generate human resources who proactively think and take action regarding their careers, work and work styles and engage in their work productively.

To put our purpose, "Make a difference in everyday lives by redesigning habits: ReDesign," into action, it is essential that each and every one of our employees is able to achieve a clear sense of professional fulfillment as well as ongoing personal growth and self-realization. We aim for all employees to operate as autonomous individuals, spurring one another on in order to generate dynamism across the organization as a whole. In this way, we seek to become an advanced daily healthcare company and contribute to the realization of healthy minds and bodies for all consumers.

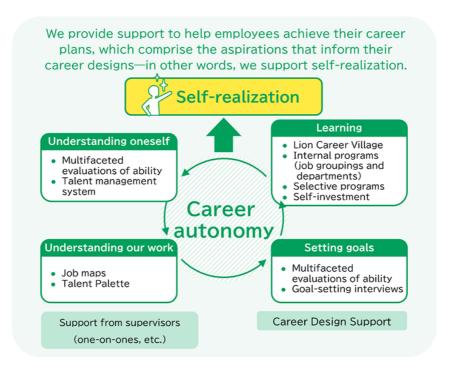


Dynamism generated through a cycle of contribution and support

The Lion Group strives to foster habits that allow employees to feel secure and take on challenges so that they can realize career autonomy and exercise their diverse abilities. By doing so, we aim to develop human resources who generate dynamism to realize innovative change.

In addition to offering support that facilitates individual self-realization, the entire Company strives to foster a culture that encourages employee growth and to strengthen relationships between supervisors and subordinates. In this way, we strive to provide conditions that enable employees to feel secure across all departments.

To enable employees to realize the careers they have designed for themselves, we provide human resource development support that empowers them to grow through the autonomous acquisition of knowledge and experience and thus make maximum use of their diverse talents.



Support for self-realization

Lion's Ideal Human Resources

Human resources who proactively think and take action regarding their careers, work and work styles and engage in their work productively

Aspirations ... People who have personal work and career goals

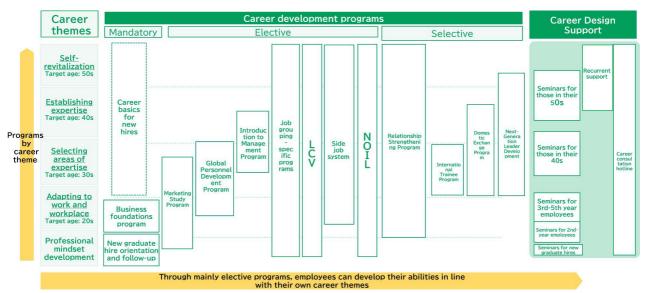
Skills ... People who have expertise (skills and knowledge) that is valuable in the labor market

Action ... People who can make the most of the responsibilities and authority entrusted to them

Human Resource Development to Support Career Autonomy

Key Points

• Lion offers programs, most of which are elective, by career theme. Through these programs, we advance human resource development tailored to the growth of each individual employee.



Map of human resource development programs

 To nurture highly competent professionals, we implement human resource development through the head office, job groupings* and departments.



Human resource development from three direction

^{*} Job groupings are cross-departmental categorizations of roles and job types that require similar expertise. The groupings serve to drive human resource development aimed at increasing expertise in specific areas and are utilized in coordination with the personnel-related initiatives of the head office and individual departments.

Career Autonomy Support Measures

Multifaceted Evaluations of Ability

One of the four overarching themes of the Lion Professional Fulfillment Reforms is Work management. As a measure in this area, we carry out multifaceted evaluations of ability, providing an impetus for employees to autonomously grow and work in ways that better suit them.

Once a year, employees and their colleagues evaluate their behavioral characteristics and receive feedback from their supervisors. This initiative, adopted from fiscal 2021, helps spur self-directed, autonomous growth.

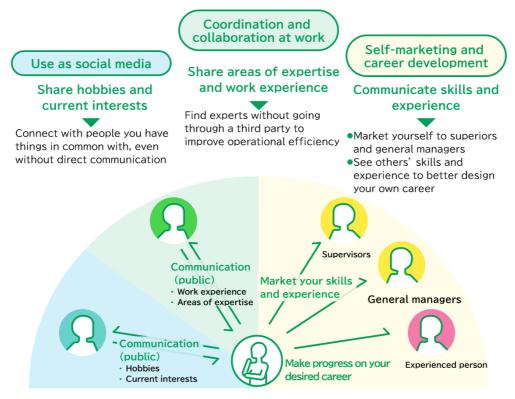


Multifaceted evaluations of ability provide material for use in helping employees grow both autonomously and with the guidance of supervisors

Talent Management System

One of the overarching themes of the Lion Professional Fulfillment Reforms is "Strengthen relationships." Efforts in this area include the adoption of a talent management system that gathers existing data on individuals and organizations and enables them to register and broadcast additional information themselves.

Functioning like an internal social media platform for finding as well as connecting and collaborating with others, the system helps create opportunities to strengthen relationships.



The talent management system serves as a tool for communication

Job Maps

Job maps provide, on a single sheet, a clear visual explanation of the delineation of duties within each department, serving as an easy-to-use alternative to conventional detailed written explanations of duties by theme.

Introduced in January 2023, job maps include information on the specific duties of each role and the skills and competencies they require. This enables employees to take steps to prepare themselves for the career path they aspire to and is aimed at promoting self-development, ingenuity and ambitious effort.

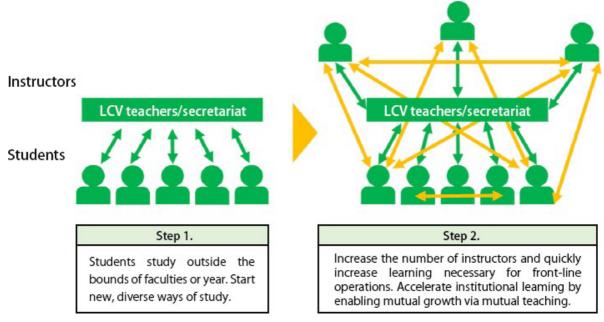
Lion Career Village (LCV)

Since 2019, to adapt to changing modes of learning while creating new learning opportunities, we shifted from conventional level-specific training to a more self-directed mode of learning via Lion Career Village (LCV), our platform for learning.

LCV offers programs divided into e-learning (mainly video content) and small group discussions. Users can access and learn from approximately 5,000 units of online content and discussion-style programs encompassing knowledge from within the Group and outside. In addition, those seeking further learning may utilize the Self-Development Fund (SDF) system, in which the Company supports a portion of the learning expenses incurred.

Going forward, to help employees gain knowledge that will further expand the breadth and depth of their work and with an eye to accelerating institutional learning, we will create environments that enable them to teach one another and share what they have learned.





Enhancing Lion Career Village (LCV)

Going forward, we will continue to improve work environments that promote ambition and creation to help all employees advance their careers in an effort to reinforce front-line capabilities.

Career Development Programs

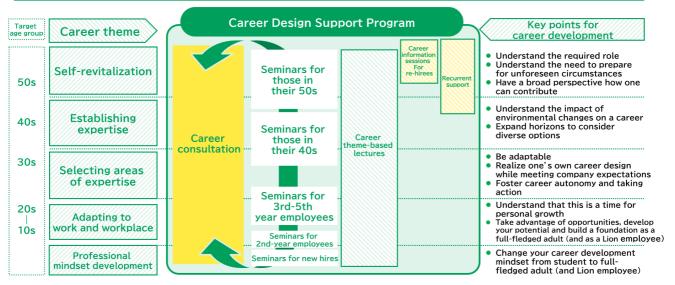
Career Design Support

Lion has established the Career Design Support hotline to help employees practice conscious autonomy that will enable them to advance their careers based on their own aspirations and actions. The hotline allows employees to seek consultation about their careers and provides information from within and outside the Company, helping employees design their careers and rediscover their own potential.

We also hold career seminars for specific age groups and offer lectures on specific career themes to meet employees' particular needs while helping them develop an awareness of the ways in which they can leverage their unique strengths and experience in their careers.

Career Design Support Activities







Interview with a career consultant



Holding career design seminars for each career stage (online)

Orientation Program for New Graduate Hires

Purpose: Instilling an adult mindset and an understanding of the business structure while building a foundation for career autonomy

Overview: For all new graduate hires of all job types, we provide a curriculum that not only encourages a shift from the mindset of a student to that of a full-fledged adult but also incorporates a breadth of on-site experiences to promote an understanding of business structure.

Follow-up Program

Purpose: Providing opportunities for employees to review day-to-day tasks as well as to reexamine their individual aspirations and values and then utilize the realizations gained to design their own careers

Overview: We provide a curriculum centered on supporting junior employees (employees hired as new graduates in their first and second years with Lion) in designing their careers.

Marketing Study Program

Purpose: Providing study opportunities to enhance understanding of marketing for interested individuals

Overview: The Marketing Study Program has been implemented continuously in the Marketing Division since 2014. This program offers opportunities for the systematic study of such topics as practical marketing theory and planning design based on consumer insights and competitive strategies. The program also serves to develop marketing personnel in accordance with individual career paths.

Global Personnel Development Program

Purpose: Building the knowledge, insights and connections needed to forge autonomous careers by imparting basic skills necessary in globally capable personnel and an understanding of the Lion Group's overseas business in Asia

Overview: The Global Personnel Development Program was launched in 2021 to further expand Lion's overseas business in Asia. The program's training curriculum encompasses problem solving, understanding cultural differences and learning foreign languages as well as visits to overseas locations. Through the program, we are developing globally capable human resources who can excel across Asia, including Japan, based on outstanding expertise.

Introduction to Management Program

Purpose:

- 1. Understanding the roles expected of upcoming managers
- 2. Acquiring interpersonal management skills through both theoretical understanding and hands-on learning
- 3. Enhancing participants' understanding of Lion's corporate governance while instilling an awareness of proactively modeling compliance
- 4. Understanding managers' responsibility to look out for the mental health of subordinates and putting that responsibility into practice in the workplace

Overview: Comprising the Management Skill Training Program and Leadership Training Program, this program aims to impart both the knowledge and practical skills necessary for interpersonal management in management positions, covering such topics as compliance, understanding business conditions and looking out for the mental health of subordinates.

Side Job System

In 2020, we introduced a side job system (in which employees can either devise their own side job or choose from a number of options) to create opportunities for employees acting with conscious autonomy to gain knowledge and experience. Pursuing a side job can be an opportunity for employees to expand their own potential and take a fresh look at their own abilities. As such, we are both granting employees permission to work side jobs outside the Group and recruiting outside talent to work side jobs at Lion. By gaining experience outside the Company, employees can grow and evolve while expanding the breadth of their career and career options. Furthermore, we aim to leverage the external knowledge and connections that employees build through their side jobs to help create new value.

Expected Benefits

- Employees will build relationships outside the Group and broaden their horizons externally, enabling them to expand the
 breadth of their careers and grow as individuals. They will then be able to apply the experiences gained to their work at
 Lion.
- Lion will gain skills, knowledge and experience that it lacks internally.

NOIL

Under the theme of going beyond conventional healthcare wisdom, we launched NOIL, a program for selecting and implementing new business ideas in 2019, with the aim of continuously creating businesses that offer new value.

Held every year, each year collecting ideas based on diverse perspectives from among employees in not only the R&D Division and Marketing Division, but divisions across the Company, including sales divisions and the Production and Logistics Headquarters. The applicants examine issues faced by society and consumers and, on their own, come up with ideas aimed at resolving them that they turn into business proposals. To commercialize the ideas for new products and services that management and outside experts select as promising, the employees who submitted the ideas that are chosen are transferred to the Business Development Center, where they take a central role in building their new businesses.



Overall flow of the NOIL program



Commercialized Business: Kyuzituhack

I worked in sales for eight years after joining Lion, but I decided to apply to the NOIL program because I wanted to create a business based on my own ideas in order to offer something exciting to the world. I proposed a service, Day Off Hack!, to help customers mix up their stale regular routines. My idea was selected for development through NOIL in December 2019.

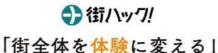
We established Kyuzituhack Co., Ltd. with venture capital funding, and I was appointed its president. I had my hands more than full, what with establishing the company, running it as president and developing its business. First, we developed Day Off Hack! (released October 2020), a service that connects users with interesting things to do outside the home. Then, in response to growing demand driven by the COVID-19 pandemic for home-based alternatives, we released At-Home Hack!, a service that delivers kits that provide fun, unexpected experiences that can be enjoyed at home (released March 2021).

However, there were parts of the business that did not work out, and after much trial and error, in 2022, we starting focusing on Machi Hack!, a service for creating experiences involving entire neighborhoods.

Currently, there are over 10,000 registered users for the service, and it has received positive feedback from our customers.

Through services that offer encounters with new things you wouldn't think to seek out yourself, I hope we can offer new living habits and value in a fun and enjoyable way.

Kazuki Tanaka Kyuzituhack Co., Ltd.



をコンセプトに街に寄り添った内容の街歩きストーリー ブックを制作!体験いただいたお客様にその場所のこと を「好き」になっていただくことを目的としております。







☑ Kyuzituhack [Japanese]

Relationship Strengthening Program

Purpose:

- 1. Reviewing operational management and interpersonal management to redefine personal goals
- 2. Reconsidering the roles expected of colleagues and subordinates and reestablishing one's own goals as a manager
- 3. Enhancing management and leadership skills through both theoretical understanding and hands-on learning

Overview: In line with Lion Professional Fulfillment Reforms, we are reinforcing initiatives to strengthen relationships as a foundation for promoting and enhancing the effectiveness of various measures related to skill development, work styles and work management.

Domestic Exchange Program

This program dispatches employees to business schools in Japan to acquire MBAs. Candidates are selected from among employees who have a strong desire to learn new skills and who have been with Lion for at least three years.

Next-Generation Leader Development

This program selects and trains highly skilled personnel to lead organizations.

Promoting Work-Life Enrichment

Sustainability Material Issue 4 Promoting Work-Life Enrichment



- ▼ Realizing Mid- to Long-Term Life Plans (Balancing Work and Nursing/Childcare)
- ▼ Workstyles That Help Realize the Daily Lifestyles That Employees Seek

In order to utilize the power of our human resources, it is necessary for a diverse range of people to demonstrate their diverse abilities and work in their own way. For this reason, we view work and life as one, and aim to create an environment that helps employees fulfill their ambitions through synergy between work and private life. We are committed to creating an environment in which each employee can realize their ambitions in life. To this end, we provide a variety of support services to help each employee realize their mid- to long-term life plan and daily lifestyle.

Realizing Mid- to Long-Term Life Plans (Balancing Work and Nursing/Childcare)

For individual employees to be able to realize their mid- to long-term life plan, it is necessary to expand the range of life planning options for events that have a large impact on life, such as childcare and nursing care.

Programs to Support a Balance Between Work and Nursing Care

Lion has enhanced support for employees engaged in nursing care of family members as part of efforts to create an environment that allows employees to continue to work with peace of mind while handling such responsibilities. In addition to ordinary annual paid leave, we have in place programs to support nursing care providers, including nursing care leave of up to 365 days, shorter work hours for nursing care (short hours flextime system), nursing care leave and accumulated leave for nursing care (accumulated expired annual paid leave). Furthermore, we have set up a support website targeting employees aged 40 and over to better provide information on nursing care, including videos of caregiving seminars for managers and individuals.

Programs to Support a Balance Between Work and Nursing Care

Nursing care	365 days of nursing care leave	Up to a total of 365 days of leave in one-day units may be taken per family member requiring nursing care (in accordance with laws and regulations, this is available up to three times per employee)
	Shorter work hours for nursing care (short hours flextime system)	 Employees may reduce their work hours (by up to two hours per day) as long as necessary to provide nursing care May be used in combination with the flextime system
	Nursing care leave	Employees may take up to five days per year to provide nursing care for one family member or up to 10 days per year to provide nursing care for more than one family member
	Accumulated leave (Close relative nursing care)	Accumulated expired annual paid leave (up to 60 days) may be used for the nursing care of close relatives * Accumulated paid leave may also be taken for the employee's own medical care or for volunteering

Programs to Support a Balance Between Work and Childcare

Lion is proactively enhancing its programs that support employees who are balancing work and childcare. We are expanding related programs in line with our action plans based on the Act on Advancement of Measures to Support Raising Next-Generation Children and the Act on Promotion of Women's Participation and Advancement in the Workplace and working to increase awareness among employees. As a result of these efforts, in 2023, 105% of eligible female employees (under the Act on Childcare Leave, Caregiver Leave, and Other Measures for the Welfare of Workers Caring for Children or Other Family Members, applicable to full-time employees only, full-time contract employees are excluded) took childcare leave. The number of male employees taking childcare leave is rising at 71% across a wide range of departments.*

Employee motivation often falters during the early childcare years. Lion offers support for employees to help develop their careers while raising small children. For example, we have set up a website offering information for employees returning from childcare leave and raising small children as well as support for employees wanting to learn new skills while on childcare leave. To ensure proper understanding of the programs available, we hold individual orientations, attended by eligible employees and their supervisors, as well as pre-reinstatement seminars and post-reinstatement interviews in order to facilitate a smooth return to work and support ongoing career development.

Furthermore, to promote the professional participation and advancement of employees who are raising children, Lion offers a new work style—the short hours flextime system—combining the reduced work hours system and flextime system (the flextime system applies to all employees, excluding those working in certain workplaces at plants).

^{*} Based on calculations of the percentage of childcare leave, etc. used in accordance with the Child Care and Nursing Care Leave Law

Programs to Support a Balance Between Work and Childcare

Childbirth	Maternity leave	Six weeks before and eight weeks after childbirth (paid)
	Special leave for spouse's childbirth	Two days (paid, with bonus)
	Childcare leave for birth	Taken within 8 weeks of the expected delivery date or actual delivery date, whichever is later
		Up to 28 days
	cinideare leave for birth	Can be taken in two parts
		First two weeks of initial leave* are paid, bonus deducted
		May be taken until the child is two years old
		May be taken in two parts until the child is one year old
Childcare	Childcare leave	Can be taken in turns by parents between one year and one year and six months, and one year and six months to two years
		First two weeks of initial leave* are paid, bonus deducted
	Shorter work hours for childcare	Employees may reduce their work hours by up to two hours per day until the child finishes first grade
		May be used in combination with the flextime system
	Exemption from overtime work	Employees with children below elementary school age may apply for exemption from overtime work
	Leave to nurse sick children	Employees may take leave in hourly units to care for injured or sick children below elementary school age (paid)
		Employees may take up to five days per year for one child below elementary school age or up to 10 days per year for more than one such child

^{*} Initial leave is the first leave taken, either for childbirth leave or childcare leave

☑ Employee Benefits [Japanese]

Creating Comfortable Working Environments

When Lion relocated its head office in 2023, it installed family rooms and nursing rooms to enable employees who are raising children to work with peace of mind, as well as enable them to bring their children to work as necessary. Family rooms are primarily for use by employees who bring their children to work, but can also be used as regular meeting rooms. Nursing rooms have been set up for breastfeeding, pumping and lactation, and are used to support health and childcare for employees returning to work during the breastfeeding stage.





Family room

Nursing room

Initiatives Based on the Act on Advancement of Measures to Support Raising Next-Generation Children

Lion is aggressively working to create environments that allow employees to work while raising children so that all employees can exercise their abilities to the fullest.

As a result, Lion has fully accomplished the first five phases of its Action Plan based on the Act on Advancement of Measures to Support Raising Next-Generation Children and received Kurumin certification for each. Through such initiatives as encouraging the use of childcare-related systems, providing support for smooth reinstatement after childcare leave and encouraging male employees to take parental leave, we have achieved a 100% retention rate for female employees one year after giving birth and a 71% usage rate for childbirth leave or parental leave among male employees (for the period of April 2015 to December 2018).

In addition, under the 5th Phase (covering April 1, 2015 to December 31, 2018) of our Action Plan, we advanced efforts to promote healthy work-life balance among all employees, not only those raising children, such as encouraging the use of annual paid leave and expanding the use of the work-from home system. As a result of these efforts, in 2019, Lion received special Platinum Kurumin certification from the Minister of Health, Labour and Welfare.

Kurumin Certification

2007	1st Phase	Received Kurumin certification as a childcare-supporting company from the Minister of Health, Labour and Welfare
2009	2nd Phase	Received Kurumin certification as a childcare-supporting company from the Minister of Health, Labour and Welfare
2011	3rd Phase	Received Kurumin certification as a childcare-supporting company from the Minister of Health, Labour and Welfare
2015	4th Phase	Received Kurumin certification as a childcare-supporting company from the Minister of Health, Labour and Welfare
2019	5th Phase	Received Kurumin and Platinum Kurumin certification as a childcare- supporting company from the Minister of Health, Labour and Welfare







Platinum Kurumin

At present, under the 6th Phase of our Action Plan (covering February 1, 2019 to December 31, 2022), we have achieved our goal to create employee-friendly environments that allow employees to work while raising children and exercise their abilities to the fullest. After the 6th Phase is finished, we will continue to utilize our system that exceeds Kurumin certification criteria and disclose the required information on the Ministry of Health, Labour and Welfare's website.

Support for Balancing Work and Home Life Information and Forum (Ministry of Health, Labour and Welfare website) [J apanese]

Perspectives of Employees Balancing Work and Childcare

I used Lion's childcare leave in 2016 and again in 2019 when I gave birth to my children. Lion's various support systems had been well established when I had my first child, but they were further strengthened for my second child, and I felt that they created a very comfortable working environment for mothers. I was very anxious about returning to work after childcare leave because I could not imagine a life of raising two children while working, especially considering that I have not only one child, but also my second child. However, when I attended the Back-to-Work Seminars, I heard stories from more experienced mothers and was able to get a better picture of what it is like to balance work and family life. Talking with other mothers who were returning to work at the same time made me feel like I could do my best, and Lion's systems were being improved, so I was able to look at returning to work in a positive light.

I met my husband while working at Lion, and when I had my second child, he was also able to take childcare leave. The Company as a whole is very supportive of parenting, regardless of gender, so we were able to enjoy raising our children without hesitation, which I appreciated. Now, I am currently utilizing the short hours flextime system, the full flex system, and the telecommuting system. In addition, my superiors and coworkers are very understanding, so I am able to work in a flexible manner, which is very helpful, I feel that I am truly blessed to be able to work while raising my children.



Work Styles That Help Realize the Daily Lifestyles That Employees Seek

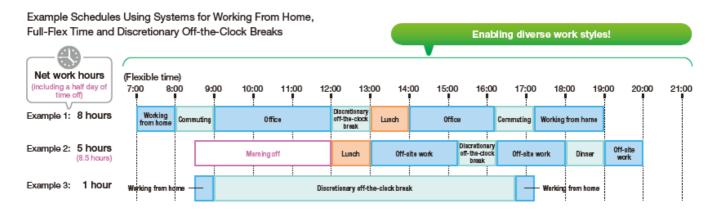
To achieve the daily lifestyles that employees seek, it is necessary to reduce overtime and long working hours, make the leave system more accessible and increase flexibility in working hours and locations.

Promoting Work Hour Management and Annual Paid Leave

We have been working to reduce long working hours and encourage employees to take annual paid leave since 2010. Through e-learning programs for employees throughout the Company, covering such topics as compliance, we are promoting understanding of appropriate work management, including work hour management. In addition, in order to achieve our 2024 target of 80% annual paid leave taken, we are implementing initiatives for all employees to take at least 5 days per year under a labor-management agreement.

Rule Revisions to Promote Independent Work Styles

In 2015, we introduced a work-from-home system that promotes flexible work styles not bound to specific workplaces. This was done with the aims of accommodating autonomous work styles in line with the diversity of our employees and increasing productivity. To prevent the spread of the COVID-19 pandemic in 2020, the adoption of work styles that do not require employees to be present in offices or commercial premises was rapidly expanded. In January 2021, we reinforced our telecommuting and full-flex systems (eliminating core time and enabling employees to take discretionary off-the-clock breaks), giving employees the choice of when and where to work. This shift toward more independent work styles that accommodate diverse needs has resulted in a usage rate for these systems of around 50%. The practice of work styles suited to individual needs continues to take root, helping improve professional fulfillment. Furthermore, because it is difficult to enable production site employees to freely set their own hours, we have established a system for such employees to take time off in hourly increments, not only for child and nursing care, but also for things that do not require a lot of time off such as family pick-up and drop-off, going to the doctor, or school events. This system makes it easier for employees to balance their private lives and work, helping to bolster motivation.



Smart Work

Since 2019, we have been relaxing rules about work attire. This is aimed at enabling employees to practice work styles that spark open innovation and creativity to the greatest extent possible.

In 2023, Lion relocated its headquarters, and the traditional mindset of requiring every employee to come into the office and sit in an assigned seat has been replaced with a work environment that, depending on the nature of their work and their mood, promotes employees' freedom of choice regarding time and place as well as work style, whether in person or from home.

In these and other ways, we are fostering employees who focus their efforts on the essential creative, high-value-added aspects of their work as well as a corporate culture that rewards doing so.





New office of headquarters

Volunteer Leave System

Lion has a special volunteer leave system (up to five days per year) to support employees participating in Companydesignated volunteer activities as well as a general volunteer leave system (in which employees can use expired annual paid leave) to support employees participating in volunteer activities of their own choosing.

Japan is frequently affected by natural disasters, such as flooding and earthquakes. Through employees' active participation in activities to promote recovery in affected areas, we aim to contribute to local communities and enhance participants' awareness of social contribution.



Forest maintenance participants, using the special volunteer leave system

Employees Using Volunteer Leave

	2019	2020	2021	2022	2023
Users (days taken)	15 (19days)	0	0	0	0

 $^{^{\}star}$ From 2020 to 2022, due to the COVID-19 pandemic, the number of employees who participated was 0.

Employee Awareness and Behavior Survey

Since 2013, we have conducted an annual employee awareness and behavior survey of domestic Group employees in order to confirm changes in employee awareness and behavior, with the aim of achieving a state in which every employee feels fulfillment in their work. The results of the survey are used for measures to improve job satisfaction of employees.

Employee Awareness and Behavior Survey*

Employees take pride in their work

		2019	2020	2021	2022	2023
	Overall survey response rate	85.8%	83.0%	84.3%	89.5%	93.5%
	Total response rate from men and women employees	95.7%	97.3%	80.5%	77.1%	74.5%
	Male	96.5%	97.5%	82.8%	78.2%	76.4%
	Female	94.3%	96.8%	77.0%	78.1%	75.4%
	Below 30 y/o	94.0%	95.3%	74.9%	71.9%	75.2%
Lion Corporation	30-39 y/o	93.9%	96.7%	78.9%	76.9%	70.6%
(excluding employees on loan)	40-49 y/o	96.1%	96.8%	79.0%	75.9%	72.8%
employees on toally	50-59 y/o	95.7%	97.9%	84.6%	79.5%	76.7%
	60 y/o and above	98.0%	97.2%	85.4%	82.1%	78.4%
	Non- Management Positions	94.4%	96.6%	77.5%	74.9%	72.1%
	Management Positions (Including officers)	98.7%	98.8%	89.6%	85.1%	82.1%

^{*} In response to the improvements in employee awareness, the survey options were modified in 2021 to enable us to understand the current situation more rigorously and aim for a better state.

Promoting Diversity & Inclusion

Sustainability Material Issue 3 Promoting Diversity and Inclusion



- Deepening Understanding of the Importance of Diversity and Inclusion
- Promoting the Professional Participation and Advancement of Women
- Promotion of International Employees
 Promotion of Mid-Career Hires
- Promoting the Hiring and Acitivities of People with Disabilities
 - Diverse Work Styles

▼ Employee Data

Deepening Understanding of the Importance of Diversity and Inclusion

The Lion Group is promoting diversity and inclusion in order to improve the creativity of its business activities.

TTo maintain the sense of urgency required to create new value and address life and social issues, it is necessary to maximize the varied knowledge and experience of our diverse human resources so they are equipped to generate new ideas and innovations. We will create an environment and foster a corporate culture in which employees with diverse values and perspectives, regardless of nationality, gender or other attributes, respect each other and can fully demonstrate their individuality and abilities. Currently, a team responsible for diversity within the Human Resources Development Center is implementing a variety of measures to this end.

Since 2022, Lion has held workshops on unconscious bias for senior management and department heads. The workshops helped participants gain a proper, deeper understanding of diversity and inclusion, and discussed how everyone holds biases and the effects and issues they can cause.

Since 2023, we have expanded the workshop for managers. Additionally, 96% of employees took an e-learning course. We are extending education to each and every employee, encouraging mutual acceptance and creating an organization in which diverse and varied human resources can play an active role.



Unconscious bias workshop

Promoting the Professional Participation and Advancement of Women

Lion recognizes that the professional participation and advancement of women is indispensable to the further enhancement of corporate value and is proactively implementing measures to promote the professional engagement of women.

Based on the Act on the Promotion of Women's Participation and Advancement in the Workplace passed by the Japanese Diet in 2016, we are implementing measures to enable the long-term professional participation of women. These include expanding our childcare-related programs and implementing measures to support employees balancing childcare obligations with work.

To narrow the gap in compensation between men and women, we provide each employee with learning and fair growth opportunities while also providing training for evaluators aimed at ensuring that gender discrimination and unconscious bias do not affect their judgement of employees with regard to their education and training, care work responsibilities (i.e., home and childcare) and work experience. In March 2020, we endorsed and participated in the activities of "30% Club Japan," ^{*1} a campaign targeting boards of directors comprising 30% women. The club provides opportunities to participate in meetings with other companies to exchange opinions on women's activities and programs that encourage young women to think about their careers.

In addition, from 2022, we have launched a mentoring program and empowerment seminars to support the development of female leaders and diverse career advancement. Due to the provision of expert mentors from outside the Company, the building of internal and external networks, and the introduction of programs to consider and taking part in leadership activities and challenges that are unique to them, more than 80% of participants have experienced positive changes in their own awareness and behavior.

As a result of these efforts, the percentage of female employees in management positions *2 on a non-consolidated basis rose to 16.4% (as of the end of 2023).

Looking toward 2030, we aim to advance the professional development and promotion of women on a Group-wide basis, targeting a rate of women in management of at least 30% for the Group and at least 35% for Lion Corporation.

Lion's Action plans based on the Act on Promotion of Women's Participation and Advancement in the Workplace and its Declaration are available on the Ministry of Health, Labour and Welfare's portal site for information about positive action to promote women's participation and advancement in the workplace.



Women's Leadership Development workshop's Empowerment Seminar

Lion's entry in the Ministry of Health, Labour and Welfare's database of companies submitting action plans and data b ased on the Act on Promotion of Women's Participation and Advancement in the Workplace [Japanese]

> Data on the promotion of women's activities

- *1 Japan chapter of a global campaign founded in the United Kingdom in 2010 with the goal of increasing the percentage of women in key decision-making bodies, including boards of directors, to 30%.
- *2 Personnel holding managerial positions at the level of manager or higher

Act on Promotion of Women's Participation and Advancement in the Workplace General Employer Action Plan

Lion Corporation

Lion Corporate has established the following action plan in order to create environments in which employees with diverse work styles and values can participate and advance, regardless of such factors as nationality, gender or age, and to further increase opportunities for value creation.

- 1. Plan duration: May 1, 2021 to December 31, 2030
- 2. Challenges we face:
 - Closing the gap in the proportion of men and women in management positions
 - Creating a corporate culture that respects and leverages diversity
- 3. Action plan

Target 1: A rate of women in management* of at least 35% by the end of 2030

From 2021:

- Revise evaluation systems to promote the professional participation and advancement of both men and women
- Build a career support system that eliminates bias and enables empowerment (enhance the mentoring system, create development plans that account for life events, etc.)
- Reinforce internal and external communication about management's commitment to promoting women's professional participation and advancement
- * At the level of manager or higher, in general

Target 2: For 100% of eligible men to take childcare leave by the end of 2030

From 2021:

- Promote a shift in thinking toward leveraging diversity
- Implement training on unconscious bias
- Reinforce promotional activities to encourage the use of childcare leave
- · Provide opportunities for reflecting on employee diversity

Promotion of International Employees

As of the end of 2023, Japanese employees account for 44.9% of the 7,550 employees in the consolidated Group. At overseas Group companies, employees native to those various countries and regions work closely with Asian consumers, proposing better practices and other activities. In Japan, foreign nationals comprise 1.7% of the total number of employees and 0.7% of the total number of managers. We aim to raise the ratio of foreign nationals in management positions to equal that in the total workforce by 2030. These efforts to promote the appointment of international employees are aimed at the achievement of business growth through the realization of a varied and diverse workforce.

Promotion of Mid-Career Hires

In order to further develop our current and new businesses, we are actively hiring and promoting mid-career hires who have experience, skills and expertise not previously available in the Company.

As a result of activities based on the recruitment plan for new graduates and mid-career hires in the medium-term human resources plan, the rate of mid-career employees hired during the three-year period from January 2021 to December 2023 was 41.8%. Furthermore, we are actively re-recruiting people who once left the Company for such reasons as career advancement or family circumstances.

As of December 31, 2023, the rate of mid-career hires to the total number of employees was 23.5%. The rate of mid-career hires in management positions was 11.6%, and we aim to have the same level of mid-career hires in management positions by 2030 as traditional employees.

* Employees of the Company (excluding temporary employees, etc.)

Promoting the Hiring and Activities of People with Disabilities

Lion recruits people with disabilities year-round. We are committed to creating a work environment that allows people with disabilities to make the most of their individual skills while providing thoughtful employment that matches their abilities.

In April 2016, we established the special subsidiary Lion Tomoni Co., Ltd. as a workplace where people with disabilities who are willing to work can make the most of their individuality and work with stability. The business activities of Lion Tomoni help streamline and rationalize Group operations.

Lion Tomoni Co., Ltd.'s 36 employees with disabilities and ten instructors (as of March 31, 2024) engage in a wide variety of operations, such as cleaning the employee cafeteria and washing laboratory ware, preparing business cards and employee badges, and operating a stationery reuse service. Under the four promises of "safety first," "act wholeheartedly," "energetic greetings" and "demonstrating teamwork," Lion Tomoni will continue to promote the hiring and professional participation of people with disabilities.





Cafeteria cleaning and washing laboratory ware

Diverse Work Styles

Support Systems for Accompanying Spouses on Work Transfer

A system was introduced to reduce anxiety regarding career continuity due to a spouse's relocation as well as to create an environment in which employees can positively work toward career improvement. Depending on one's career plan and family situation, employees can choose from three options: change their work location, take a leave of absence for up to three years to accompany their spouse or resign from the Company with the option of being rehired within five years (guaranteed re-entry).

Retired Employee Re-Hiring System

In 2024, Lion revised its system to reflect the results of personnel evaluations in compensation for re-hired employees, just as in the case of current employees, in order to encourage employees to actively train and pass on their knowledge, skills, and experience to the next generation while utilizing the knowledge, skills, and experience they have accumulated to date. In addition, through such programs as career design seminars for employees in their 50s and system briefings three years prior to retirement, we provide employees with opportunities from a relatively early stage to take a longer-term perspective when considering their careers, allowing them to work toward career goals they set themselves and to gain a sense of fulfillment. When rehiring employees, we strive to promote an understanding of roles they are expected to fulfill through interviews with their superiors, thereby creating an environment in which employees can remain highly motivated even after retirement.

System for Re-Hiring Former Employees

Lion has established a system to re-hire former employees who have voluntarily resigned so that they might leverage their diverse life and career experience and knowledge in working at Lion again.

Employee Data



Improving Employee Health

Sustainability Material Issue 6 Improving Employee Health



- ▼ Approach ▼ Guidelines ▼ Health and Productivity Management Strategy Map
- ▼ Implementation Framework
 ▼ Lion-Style Health Support—"GENKI" Action
- ▼ Deepening Health Management
 ▼ Making Healthy Behavior a Habit
 ▼ Improving Health Literacy

Approach

The LION Professional Fulfillment Reforms, introduced in 2019 to promote health management, are firmly based in employee health. When employees act on their own initiative with a high level of health awareness to acquire sound health habits, it not only serves to maintain and improve their health, but helps them achieve personal growth and professional and personal fulfillment. This, in turn, serves to enhance corporate productivity and creativity and expand opportunities for Lion to contribute to society through sustainable growth.



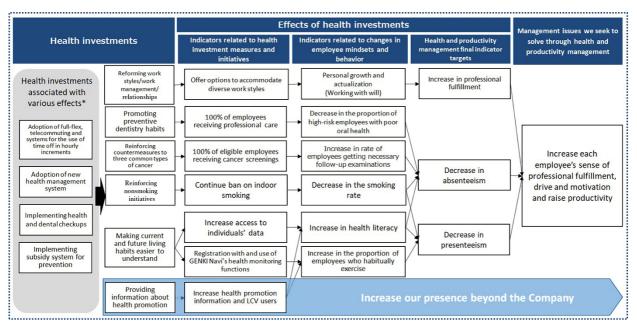
Guidelines

Lion believes that the health of employees is the management foundation underlying sound corporate growth. In line with this belief and in pursuit of its management vision, "Becoming an advanced daily healthcare company," the Company works in close coordination with employees and the Lion Health Insurance Society to support the formation of healthy habits in such areas as improving lifestyles, oral heath, mental health, cancer prevention and anti-smoking, based on the Guidelines for Health, with the goal of realizing healthy minds and bodies for all.

Health and Productivity Management Strategy Map: Mapping out the ways that the effects of health investments connect with the management issues we seek to solve through Health and Productivity Management

Based on the current status as of 2020, Lion has set the increase of professional fulfillment, the decrease of absenteeism^{*1} and the decrease of presenteeism^{*2} as target indicators for management issues it hopes to solve by 2030 through health management. In addition, the following performance targets have been set: work engagement^{*3} from 2.7 to 3.0, absenteeism from 0.8% to less than 0.7%, and performance level from presenteeism reduction from 74.5% to 85.0% or higher.

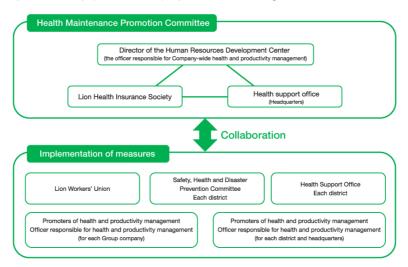
- *1 Absenteeism: Absence from work due to illness or sickness. Absenteeism rate = number of days lost from work/total number of days worked
- *2 Presenteeism: A situation in which an employee of their own volition chooses to engage in their work duties while suffering from some disease or symptom, leading to a decline in work performance and labor productivity as measured by the SPQ (University of Tokyo, 1-item version).
- *3 Work engagement: Measured using the Stress Check (average score of 2 questions on a 4-point scale)



* Generally, health investments correspond one-to-one to the indicators related to health investment measures and initiatives. However, some health investments correspond to multiple indicators related to health investment measures and initiatives. These health investments are deemed "health investments associated with various effects."

Implementation Framework

Lion aims to promote health and vitality throughout the Company. To this end, the officer responsible for Company-wide health and productivity management (the director of the Human Resources Development Center) oversees general health management, while the Health Support Office, the Lion Health Insurance Society, coordinate to promote organizational health management together as the Health Maintenance Promotion Committee. In addition, health management managers, industrial health promoters, and industrial health staff (industrial physicians, public health nurses, etc.) at each business location work together to systematically promote employee health management.



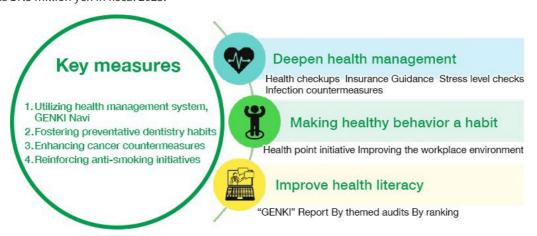
Health Support Offices

Health support offices have been set up at each of Lion's 11 domestic operating sites. At these offices, industrial health staff carries out health and productivity management operations. Each health support office coordinates with the Health Support Office at Lion's headquarters to manage such operations and implement measures aimed at improving health. The Headquarters Health Support Office formulates Company-wide health management policy, basic plans and annual plans, and coordinates the implementation of plans and gathering of related data.

Lion-Style Health Support—"GENKI" Action

We are implementing Lion-style health support, "GENKI" Action, to promote the formation of healthy habits. We support our employees' autonomous efforts to cultivate their strengths regarding their health, thereby empowering them to increase their sense of professional fulfillment and demonstrate their diverse abilities as they strive toward becoming human resources that embody Lion's Purpose: make a difference in everyday lives by redesigning habits: ReDesign. Through four core key measures, we are promoting the strengthening of the foundation of health management by deepening health management, transforming health behaviors into habits and improving health literacy. The total investment for the four core key measures was 17.5 million yen in fiscal 2023.

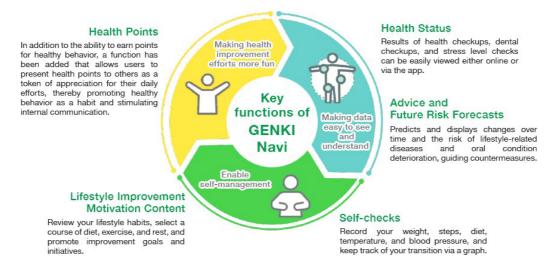




Key Measures

1. Health management system, GENKI Navi

We developed GENKI Navi, a new health management system, based on the concepts of making data (such as that about health status, countermeasures and future risk) easy to see and understand, enabling self-management (self-checks) and making health improvement efforts more fun. The system can be accessed using a computer or smartphone. Through the system, we aim to foster the development of healthy habits and improve employees' health literacy. In addition, from April 18, 2022, we added a function that uses employees' health checkup data to clearly present future health risks. The purpose of this function is to utilize risk prevention results in health guidance to motivate employees to reflect on their living habits and change their behavior.



2. Fostering preventive dentistry* habits

As an advanced daily healthcare company, Lion is focusing on initiatives to foster preventive dentistry habits among employees.

* An approach focused on prevention, rather than receiving treatment after cavities or other problems arise. This approach entails both receiving professional care at a dental clinic and practicing daily self-care on an ongoing basis.

Preventive Dentistry Program

Since the 1970s, Lion has implemented in-house dental checkups, brushing guidance, scaling and cleaning, education via lectures regarding preventive dentistry measures.

In 2002, in cooperation with the Lion Health Insurance Society and the Lion Foundation for Dental Health, Lion launched All Lion Oral Health Activity (ALOHA), aimed at increasing employees' health management abilities. ALOHA is based on practicing oral health management primarily though the provision of regular oral checkups to all employees and primary prevention as well as support to enhance employees' self-directed health management abilities. In accordance with three-year plans, we have been implementing a PDCA cycle for the dental health program and are currently implementing the ALOHA VII plan.

ALOHA VII (All Lion Oral Health Activity)

Oral health management

- Chairside health guidance during dental checkups
- Monitoring of oral function through Repetitive saliva swallowing test (RSST)
- Recommending health checkups for those at high risk for oral health problems

Improvement of self-management skills

- Promote use of interdental cleaning tools (distribution of goods and video streaming)
- Information dissemination in line with internal policies
- Oral care education for employees (video streaming)

Practicing Preventive Dentistry (Encouraging Professional Care)

In line with the belief that it is important that employees practice preventive dentistry, Lion offers time-limited financial incentives for receiving professional care to spur employees to find primary care dental clinics where they can receive regular professional oral care.

In addition to communicating the need for professional care examinations, the program provides participants with stickers bearing an original logo and computer background images to use when working remotely to inspire them to want to see a doctor in various ways.

3. Enhancing cancer countermeasures*

In 2021, subsidizing costs for more accurate cancer screening, Lion introduced a program for the prevention of three common types of cancer* in addition to the primary cancer screenings conducted during regular health checks. In conjunction with this program, we regularly hold seminars to improve cancer literacy among employees.

From 2024, the target age has been adjusted to include those 40 and older to ensure employees receive highly accurate testing at a time when their risk of contracting three common types of cancer is increasing. In addition, the Lion Health Insurance Society has implemented a system under which medical examination costs are subsidized in the event the primary checkup reveals that a full examination is warranted as well as modifying this system into a more enhanced measure to reduce absenteeism.

For its proactive initiatives, Lion was given the 2022 Award for Companies Promoting Cancer Control under the Action Plan for Promotion of Cancer Control, which is a project promoted by the Ministry of Health, Labour and Welfare. This is the second consecutive year Lion has received the award. In addition, we were given the 2023 Partner Award for the Promotion of Cancer Control in the Treatment and Work-Life Balance Category.

Evaluated systems and frameworks Work measures **Accumulated** Industrial system in **Full-flex** leave system physicians and collaboration with leave system available for health nurses at attending physicians medical care all offices and industrial physicians

^{*} Lung, stomach and colorectalcancers

	40	41-49	50	51-59	60	61 and above
(1) Hepatitis B/C virus test	•					
(2) Stomach cancer risk screening	•					
(3) Gastroendoscopy			•		•	
(4) Large intestine endoscopy	•		•		•	
(5) Pulmonary CT scan			•		•	
(6) Secondary health checkup cost subsidy For lung, stomach, large intestine, uterus, breast, prostate cancers (Lion Health Insurance Society)						

Measures to enhance cancer countermeasures in 2024 and beyond



The 2023 Award for Companies Promoting Cancer Control

4. Reinforcing anti-smoking initiatives

We provide support and have created facilitative environments for employees who want to quit smoking in order to prevent exposure to secondhand smoke in the workplace. To improve work environments, in January 2020 we banned smoking during work hours, and in April 2020 we implemented official rules banning smoking indoors. Furthermore, in 2022, the Lion Health Insurance Society began a subsidy program for visits to smoking cessation clinics and, in 2024, the association will continue its efforts to help people quit smoking by adding incentive missions with health points.

Deepening Health Management

Health Checkups

We provide health checkups that cover a range of items more extensive than is legally required. In addition, we have established Company-wide standardized criteria and implemented measures for follow-ups based on said criteria, regardless of the worksite or medical institution where the checkup takes place. Employees with checkup results that indicate a need to undergo further examination are strongly encouraged to do so by industrial physicians and nurses who provide one-on-one guidance on medical examinations and offer referrals to medical specialists when necessary.

Health and Dental Checkup Items for Specific Needs

- In-depth checkups: For employees age 40 or above. 21 legally required items + 11 additional items.
 - * At age 40, in addition to the above, hepatitis B and C and stomach cancer risk tests are conducted at during health checkup.
- Gynecological examinations: Age-specific examination items.
- Prostate cancer (PSA) examinations: For men age 50 and above.
- Dental checkups: For all employees. Dental hygienists provide health guidance.

Health Guidance

Specific Health Checkups*1 and Specific Health Guidance*2

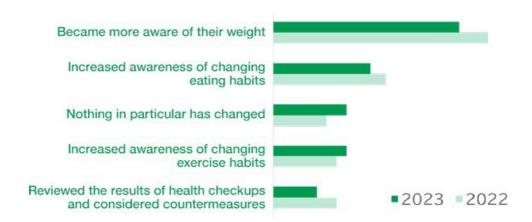
Lion's Health Support Office coordinates with the Lion Health Insurance Society to implement specific health checkups and specific health guidance. We strive to ensure that these serve as effective and clear inducements to employees to improve living habits that cause lifestyle-related illnesses. For those eligible for specific health guidance, a recommendation is made jointly by the Lion Health Insurance Society and the director of the Human Resource Development Center. Proactive support is also provided by contracting a dietitian with the Lion Health Insurance Society or an outside provider with abundant knowledge and experience.

- *1 Health checkups to identify individuals who need specific health guidance, aimed at reducing the number of individuals who have visceral obesity (metabolic syndrome) or pre-metabolic syndrome in order to prevent lifestyle-related diseases, which are involved in approximately 60% of deaths in Japan. Specific health checkups are conducted for all insured persons and their dependents between the ages of 40 and 74.
- *2 Health guidance, including providing information, helping generate motivation and offering proactive support from specialized staff (health nurses, registered dieticians, etc.) for individuals who, based on the results of specific health checkups, are at high risk of developing lifestyle-related illnesses and for whom the onset of metabolic syndrome is expected to be preventable through lifestyle improvement.

Support for Young High-Risk Individuals

Through an examination of weight change among our younger employees, we found that the weights of 86% of male employees had increased 5% or more within the first 10 years of employment. Therefore, in 2022, we launched an initiative to support lifestyle improvement among overweight employees in their 30s by improving their health awareness and thereby reducing the number of who may become subject to specific health guidance in the future. In 2023, in collaboration with a dietitian from the Lion Health Insurance Society, we worked to strengthen our support through regular information dissemination. The program also raised awareness regarding eating and exercise habits, with most respondents to a post-enrollment survey revealing that they were now more cognizant of their weight. Employee satisfaction with the initiative was 60.6%.

Changes in Subject's Awareness



Collaboration with DX department

A collaborative initiative involving multiple departments has been initiated to advance data-driven health management. This approach leverages insights from data analysis focused on receipts as well as health exam outcomes. Through the integration of many specialist divisions and their combined strengths, the initiative seeks to optimize healthcare expenses while simultaneously improving employee health metrics.

Stress Level Checks

Since 2006, long before the most recent amendment of the Industrial Safety and Health Act, Lion has been providing stress level checks to support employees in their self-care efforts. From 2020, the COVID-19 pandemic has driven rapid changes in lifestyles and ways of working. To address the psychological impact of these environmental changes, Lion conducted stress level checks twice in 2020 (these checks were previously conducted once per year). Every year, a high percentage of the Group's employees undergoes these stress level checks and 2023 was no different at 98.3%. Employees found to have high stress levels are required to meet with industrial health staff who work with them toward the prevention of mental health issues.

In addition, GENKI Navi creates an environment that allows employees to conduct self-checks at any time, so that they can monitor their own stress profile and use it to inform their self-care. We provide detailed responses, such as conducting individual interviews in departments with particularly high percentages of highly stressed employees or departments with poor overall health risks, and work to improve the work environment through collaboration between workplace personnel and medical professionals.

Infection Countermeasures

COVID-19 Infection Prevention

In the early stages of the pandemic, we quickly set up a taskforce to prevent the spread of COVID-19. To ensure the safety and security of our employees, we created an environment that allowed employees to undergo prompt testing, sent out educational e-mails to employees, and conducted vaccinations at two operating sites in the east and west of the country for employees and employees of partner companies until the third inoculation (in March 2022).

Influenza Infection Prevention

In preparation for the winter influenza season, Lion decided to conduct influenza vaccinations for all employees at the company's expense.

Health Management for Overseas Employees

We created a guidebook for employees traveling or stationed overseas from Japan that clarifies pre-travel vaccinations, health management during travel and consultation services in the event of illness. It provides guidance regarding enhanced health support.

Making Healthy Behavior a Habit

Health Point Initiative

Having seen the employee obesity rate increase to over 25% in 2020 due to effects stemming from the COVID-19 pandemic such as self quarantining, Lion recognized that it could become a serious health issue. Therefore, we added a health point system to the 2022 GENKI Navi to help make adopting healthy habits more positive and enjoyable for employees, even amid the restrictions implemented during the COVID-19 pandemic, a time filled with major lifestyle changes. In 2023, more than 1,000 people applied to participate in both the spring and fall sessions, and post-enrollment surveys showed that more than half of our employees increased the number of steps taken, with a satisfaction rate of more than 90%. In 2024, we are incorporating internal communication and smoking cessation as missions to earn health points, as well as devising ways to make forming healthy habits enjoyable. In addition, a function that allows users to present health points to others with a message of gratitude has been added to further invigorate internal communication.

Improvement of Workplace Environment

Employee Food Service Committee

We regularly hold meetings of the employee food service committee to enhance the offerings at our employee cafeterias. In consideration of employee health, we strive to offer healthy, delicious meals. Furthermore, we display information on the calorie, sodium and sugar content of all menu items and seek ways to make meals healthier, such as offering reduced-sodium soy sauce.

Providing Sports-Related Opportunities to Employees

To boost employee health, we are implementing a variety of initiatives aimed at supporting and encouraging sports-related activities and have become a member of the Sport in Life Consortium. To promote sports activities among employees, we hold walking events in collaboration with the Lion Health Insurance Society, provide tips on increasing physical activity, and offer strength training lessons to employees through our rugby club, the Fangs. This is in addition to cultural and athletic association activities that we have held on a continuous basis for over 40 years. We also encourage sports, sponsoring walking events for the general public and holding rugby schools for children in Chiba Prefecture and Ishinomaki City, Miyagi Prefecture. For its efforts, Lion was recognized as a Tokyo Sports Promotion Company 2023 and recertified for the third consecutive year as a Sports Yell Company 2024 by the Japan Sports Agency (in Japan, "yell" refers to cheering and shouts of encouragement).





Creating an environment that facilitates the creation of healthy habits

Lion Headquarters, which moved to its new location in Kuramae in April 2023, encourages the development of healthy habits through the creation of a certain environment.



A cup-free tooth brushing area

Facilities on each office floor



The ideal stride illustrated through the footsteps of the LION mascot



A bar for stretching (videos of it being used are available)

Improving Health Literacy

The "GENKI" Report White Paper on Health

Lion has issued the "GENKI" Report, a white paper on health that visualizes employee health status as well as illness prevention and health improvement efforts, allowing users to compare age-related data against a Company-wide average since 2022. The report is shared annually with the officers responsible for health and productivity management and those tasked with its promotion at each office. Based on data furnished by Lion's digital transformation (DX) departments, the report presents radar charts mapping various data to illustrate how close specific offices and organizations are to improving their health rankings. The report is intended to help each office and organization better understand its own health status and use this data to inform health promotion activities.





Health data for the headquarters area

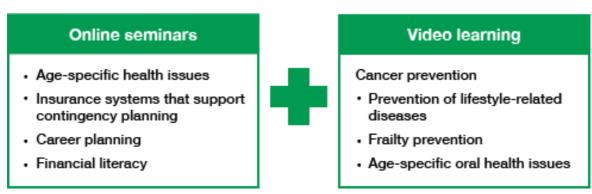
Initiatives Promoting Mental Health Care and Care via Line of Command

GENKI Navi provides an environment in which employees can at any time perform self-checks and monitor their own stress levels for self-care. In addition, all employees annually receive self-care training, in addition to the training provided upon joining the company (including mid-career hires). Training on care via line of command for managers is also mandatory and held once a year.

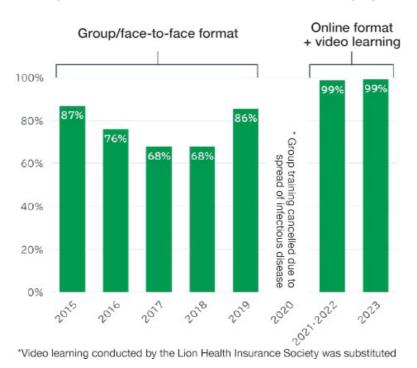
Health Promotion Seminars for SO-Year-Old Employees

Since 2013, we have held annual half-day health promotion seminars for employees who've reached the age of 50. To control health risks that rise significantly with age, bolstering self-directed health management skills is crucial. We also aim for these seminars to serve as opportunities for employees at the landmark age of 50 to, as we enter the era of 100-year lifespans, reflect on their circumstances and lives from multiple perspectives, including their health, work, and home life going forward, so that they can engage with their work with a renewed sense of vigor.

Group training has been offered in the past, but, due to the impact of the COVID-19 pandemic, training has been a combination of online seminars and video sessions since 2022. Participation rates have increased, with most of those eligible attending. According to the results of the post-enrollment survey, approximately 90% of participants answered that they understood all of the content presented, with a satisfaction rate of 88.1%. The training was concise, easy to understand and from the viewpoint of those in the participants' age group, very well received.



Participation Rate for Seminars for 50-Year-Old Employees



Lion regularly holds online seminars to address gender-specific health issues and improve health literacy. The seminars are recorded and archived for internal distribution, allowing employees seeking to improve their well-being to view them at any time.

Women's Specific Health Issues

Initiatives for Gender-specific Health Issues

Conscious of the issues involved with the advancement of women's roles in the workplace Lion researchers assembled and voluntarily established the Well-Being Lounge, a program aimed at raising employee's health literacy to the level needed to improve well-being. In 2022, the Well-Being Lounge became a Company-wide program as it moved forward to deepen our overall understanding of health issues specific to women.

In 2023, we opened an external fertility and infertility treatment consultation service. In collaboration with CoCoRe,* which has begun providing a web-based application service mainly for the care of women's mental health issues, Lion held a seminar at which medical professionals answered questions and concerns that had been submitted anonymously by employees beforehand. In real time, a total of 119 people participated, and the satisfaction rate was 94%.

* CoCoRe: A company that since June 2023, offers health care seminars focusing on women's mental health issues and an app designed to change preconceived notions and make living each day easier.

Men's Specific Health Issues

In 2023, the Well-Being Lounge focused mainly on men's specific health issues. The program centered on the themes of lateonset hypogonadism, fertility and other issues that may be difficult to ask others about. Participants had the opportunity to take part anonymously and consult with a medical professional. In real time, a total of 172 people participated.

Selected under the Health & Productivity Stock Selection for the Second Consecutive Year

Lion was recognized for its activities contributing to the improvement of health not only of its employees but also of a wide range of people, including activities aimed at creating healthy habits among employees and providing technologies and services such as saliva testing and health risk prediction tools that utilize know-how and data accumulated through years of preventive dentistry in combination with the Internet of Things (IoT) and AI.

In recognition of this, Lion has been selected under the Health & Productivity Stock Selection for two consecutive years and as a White 500 company under the Certified Health & Productivity Management Outstanding Organizations Recognition Program for eight consecutive years since 2017.

Results of an employee survey on these health management measures showed a satisfaction rate of 55.0% (1,687 respondents, 45.9% response rate).

We will continue our efforts to maintain and improve the health of our employees, contributing not only to their personal growth and the enrichment of their lives, but also to the development of our business and further corporate growth.



Lion Employee Preventive Dentistry Data

* Data on "GENKI" Action Subjects

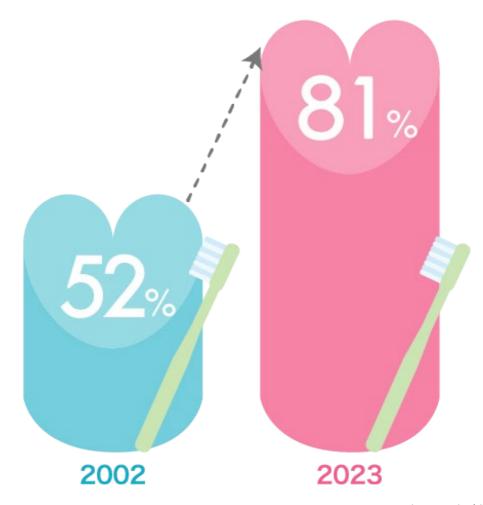
Self-Care

Employees Who Brush Their Teeth after Lunch

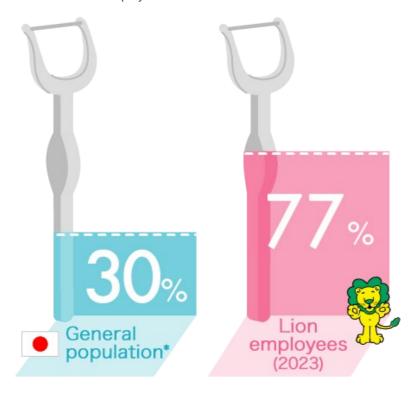


Employees Who See Toothbrushing* as Highly Important

^{*} Employees who brush at least twice a day for at least three minutes

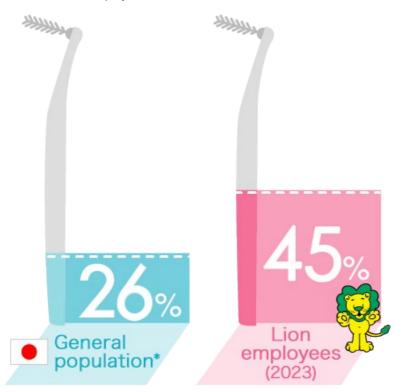


Employees Who Use Dental Floss



^{*} Fiscal 2014 comprehensive oral care survey (women ages 20–59)

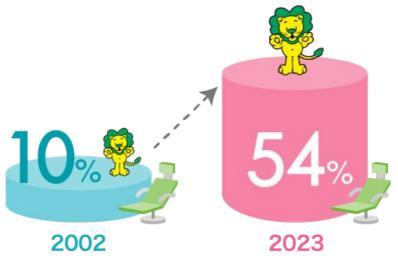
Employees Who Use Interdental Brushes



^{*} Fiscal 2014 comprehensive oral care survey (women ages 20–59)

Professional Care

Employees Who Received Professional Care at a Dental Clinic During the Year**



^{*} Employees who went for regular cleanings at dental clinics during the year (excludes employees undergoing treatment)

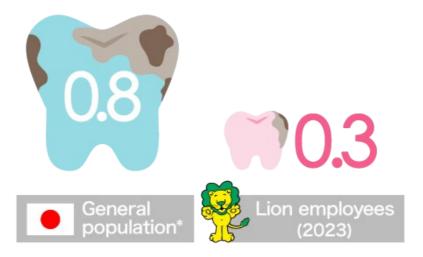
Employee Oral Health Data

Proportion of Employees Suffering from Gum Disease



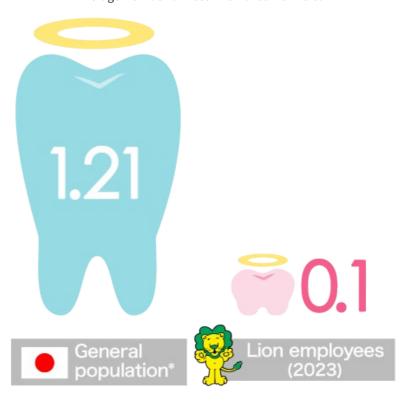
Periodontal pocket of 4mm or deeper

Average Number of Cavities Per Person



* 2016 Odontopathy Survey (Ministry of Health, Labour and Welfare) Ages 20–59

Average Number of Teeth Removed Per Person



^{* 2016} Odontopathy Survey (Ministry of Health, Labour and Welfare) Ages 20–59

> Click here for more data related to Lion Employee Preventive Dentistry [Japanese]

Oral Care Seminars for Corporations

In order to promote preventive dentistry, we offer oral care seminars for outside companies in addition to our own.

☑ Click here for more details. [Japanese]



Enhancing the Occupational Safety Management System

Sustainability Material Issue 7 Enhancing the Occupational Safety Management System



- ▼ Approach
 ▼ Establishment of the Safety, Health and Disaster Prevention Policy
- ▼ Implementation Framework
 ▼ Emergency Response
- ▼ Initiatives (Facility Safety/Occupational Safety)

Approach

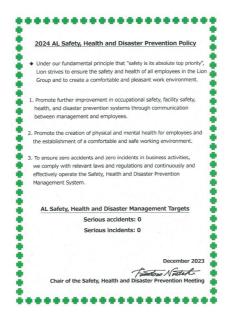
We are taking steps to enhance our occupational safety and health management system throughout the Lion Group.

Driven by the fundamental principle that safety is its absolute top priority, Lion has added disaster prevention items to the Occupational Safety and Health Management System (OSHMS)* based on the guidelines of Japan's Ministry of Health, Labour and Welfare to establish a unique Safety, Health and Disaster Prevention Management System. Since 2009, we have operated this system at all domestic Group companies, and since 2012 we have included internal audits in our efforts to improve the system's effectiveness. In addition, since 2014 we have been holding the Safety, Health and Disaster Prevention Meeting (originally launched in 1992 as the Environmental Security Conference). We work in accordance with Lion's unique OSHMS to reduce potential hazards and risks, continuously maintain work environments, create safer workplace environments and build related systems.

* A system for the systematic and organized operation and management of health and safety activities.

Establishment of the Safety, Health and Disaster Prevention Policy (Occupational Health and Safety Policy)

The Lion Group has established the All Lion (AL) Safety, Health, and Disaster Prevention Policy to define our commitment to ensuring the safety and health of all employees of the Lion Group and creating a comfortable and pleasant work environment. This policy applies to all employees of domestic Group companies and is reviewed and updated as necessary every December.



The All Lion (AL) Safety, Health, and Disaster Prevention Policy

Implementation Framework

Twice a year, the Company holds the Safety, Health and Disaster Prevention Meeting. Chaired by a member of top management (Director Fumitomo Noritake), the meetings deliberate on Company-wide measures to ensure facility safety and occupational safety (including work environment improvement) as well as Health (health problem prevention and mental health maintenance), and disaster prevention (emergency response) measures and coordinate ongoing initiatives aimed at thoroughly eradicating risk. In 2018, we established a Safety and Disaster Prevention Promotion Department directly below the management level, further strengthening the Lion Group's occupational health, safety and disaster prevention management system.

Lion Corporation and each of its domestic Group companies have established a Safety, Health and Disaster Prevention Committee based on the Industrial Safety and Health Act and while effectively utilizing this committee, reflects the opinions of all employees within each operating site to resolve issues, including problems specific to each site.

Our domestic companies actively support overseas Group companies in their safety, health and disaster prevention activities.

Top Safety Audits

The Lion Group implements top safety audits of domestic production division plants, with the chair of the Safety, Health and Disaster Prevention Meeting serving as the responsible officer. These audits, conducted from an objective standpoint, mainly examine systematically whether appropriate mechanisms for safety and disaster prevention are in place, whether AL Safety, Health and Disaster Prevention Management System is being operated properly, and whether the level of safety and disaster prevention management is improving. Major disaster simulation exercises are carried out in collaboration with the public fire brigades as part of the top safety audits. Lion's top management offers direction and advise on how to eliminate accidents and disasters, working to further increase the safety of each plant and create environments in which employees can work with peace of mind and safety. In 2023, top safety audits were undertaken at two factories, Lion Specialty Chemicals' Ono Plant and Lion Chemicals' Fine Chemical Plant.









Top safety audits at the Lion Specialty Chemicals's Ono Plant led by Meeting Chairman Noritake (2023)

Emergency Response

The Company has created detailed manuals and plans of action on how to respond in the event of natural disasters, such as large-scale earthquakes. In addition to these plans, which differ depending on the severity and scale of the disaster as well as the extent of damage incurred, the Company conducts Company-wide and individual disaster drills at each operating site.

For larger disasters, a disaster response headquarters has been established to take action. A remote disaster response headquarters has also been established in light of the rising use of remote work in the wake of the COVID-19 pandemic as well as the possibility of a disaster occurring overnight or on a holiday and the challenges of maintaining a facility with all relevant members physically in attendance. Accordingly, we have been conducting joint disaster prevention drills and remote disaster response headquarters activities since 2020.Additionally, events such as COVID-19's reclassification to a Class 5 infectious disease have brought with them even more changes in the workplace. Accordingly, we have worked to prepare for large-scale natural disasters by adapting our remote work systems into hybrid systems (designating disaster response headquarters members in our company while simultaneously working remotely with members working outside the company) and will work more closely with Disaster Management Headquarters members.

In anticipation of an increasing frequency and severity of natural disasters and the further diversification of work styles, we will further upgrade our disaster response system. At the same time, through safety confirmation drills, lifesaving courses etc., we will also continue to strengthen the emergency response efforts undertaken by each employee as well as our disaster prevention activities that contribute to local communities.









Disaster prevention practice (Kuramae Headquarters)

Initiatives (Facility Safety/Occupational Safety)

Facility Safety

In 2023, three abnormalities^{*1}, all leaks, occurred, an increase from 2022. All were due to human error. The causes of these abnormalities have been investigated by both the head office and the affected departments, and corrective actions have been taken, with all production plants making improvements based on investigations of similar problems.

In addition, based on lessons learned from equipment accidents in recent years, we have established new standards for equipment maintenance inspections in addition to our deterioration inspections. Furthermore, we implement level-specific education for facility operators to foster awareness and knowledge regarding change management^{*2} as part of efforts to reinforce management of facility safety.

Going forward, we will continue working to reinforce technological capabilities related to facility safety, including systematic human resource development, from a medium- to long-term perspective.

Facility Abnormalities

2019	2020	2021	2022	2023
0	0	1	1	3

Occupational Safety

In 2023, the number of labor-related accidents recorded was 28, excluding cases that occurred during commutes to work (of these, five accidents led to lost work time). Analysis of the causes of these accidents categorized them as follows: falls and chemical injuries each had the most at 5 cases, and the main cause of these accidents appeared to be a lack of caution (such as taking shortcuts or deviating from rules) attributable to employees' overfamiliarity with operations or carelessness (unsafe actions, etc.). When occupational accidents occur, the department in which the accident took place investigates the cause and takes measures to prevent recurrence, and the Safety and Disaster Prevention Department ensures that corrective actions are taken and that the entire Company is aware of the situation.

To prevent occurrences of occupational accidents, it is crucial to enhance our safety management system and heighten every members' awareness of occupational safety. In addition to safety awareness education via Company-wide internal elearning and implementing risk simulation training using conventional machinery, Lion uses digital technology to provide hazard sensitivity training, such as VR risk simulation training, at our plants and research institutes.

To reinforce safety culture, we also hold external safety lectures for veteran workers at all production division plants safety training development programs under the guidance of instructors in charge of the Education and Zero Accident Promotion Department of the Central Industrial Accident Prevention Association.

^{*1} Fires, explosions, leaks, etc.

^{*2} Management activities that prevent risks associated with changes in facilities or operating conditions.

Participation in the 2023 Companywide Internal e-learning Course

Eligible employees	Participation rate	
4,373	96.2%	

Employees who Participated in VR Risk Simulation Training (Safety Training) in 2023 (Internal education)

Employees who Participated in Outside Safety Lectures for Veteran Manufacturing Plant Workers in 2023

Hirai Research Center	Odawara Research Center	Total
138	54	192

Outside Safety Lecture Participants	
	525



Risk simulation training utilizing VR technology (Hirai Research Center)



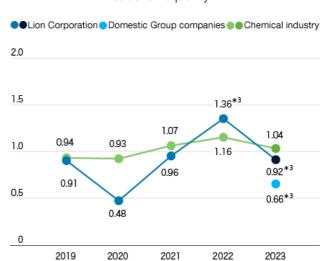
Remote safety lecture for veteran workers, 2023

Occupational Accidents Incidents

Occupational Accidents*1 ●●Lion Corporation ●●Domestic Group companies

*1 Excludes accidents that occurred during commutes to work

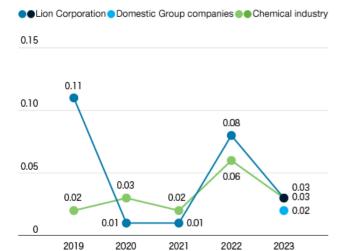
Production Division Occupational Accident Frequency*2



 \star 2 Rate of accidents leading to death, lost work time of one day or more, or loss of bodily function without loss of work time

*3 Third-party verification

Production Division Occupational Accident Severity Rate *4



 ± 4 Severity rate: Lost work days /Total work hours (thousands of hours)

Cumulative Accident-Free Work Hours at the 2023 Year-End (Thousands of Hours)

Research and development divisions		Production divisions					
Hirai	Odawara	Chiba	Odawara	Osaka	Akashi		
659	4,679	185	2,554	1,394	3,365		

Number of fatalities due to occupational accidents**5

	2019	2020	2021	2022	2023
Employee (Lion Corporation)	0	0	0	0*3	0*3
Employee (Domestic Group Companies)	0	0	0	0*3	0*3

^{★5} Including dispatched employees and part-time employees

Global Initiatives

In 2023, representatives from Lion visited PT. Lion Wings (Indonesia) to provide direct guidance on the improvement of insecure areas and methods of safety risk identification. Furthermore, for Lion Corporation (Thailand) Ltd., we increased safety awareness among employees and supported prevention of work-related injuries and fatalities by following the guidance of outside agencies and applying regulations made to aid target industries set out by the Ministry of Health, Labour and Welfare under the Asia Occupational Safety and Health SAKURA Project. We had been striving to provide these and other overseas Group companies with timely advice and guidance through remote meetings and internal e-mails. Going forward, we will continue to provide guidance and support according to the situation at each company and strive to reinforce the Lion Group's safety, health and disaster prevention systems.

Overseas companies are also continuing to strengthen hygiene protocols (temperature checks, hand washing, disinfection, and wearing masks) aimed at preventing COVID-19 infection, which is having a synergistic effect with occupational safety measures.



Safety risk assesment training in Indonesia



Equipment safety inspections in Indonesia

^{*3} Third-party verification

Together with Employees

Labor-Management Relations

- ▼ Promoting Amicable Labor-Management Relations
- ▼ The Lion Workers' Union
- ∨ Labor-Management Relations Data

Promoting Amicable Labor-Management Relations

Approach

Lion executes labor agreements with the Lion Workers' Union to promote sound labor-management relations based on mutual understanding and trust. As it does so, the Company adheres to the Lion Group Charter for Corporate Behavior, which is based on an understanding of the social mission and responsibilities of the Company. Thus, in cooperation with its workers union, the Company works to grow its business and maintain and improve the working conditions of union members.

The agreements provide that: the Company shall recognize the freedom of union members to engage in lawful union activities; the Company shall not treat union members disadvantageously by reason thereof; and the Company and the union shall engage in labor-management meetings on a regular basis to consult with each other as equals.

Operating under a union shop agreement,* Lion endeavors to build amicable labor-management relations, in which employees and management proactively conduct such activities as reporting on business conditions and exchanging opinions about the working environment at labor-management meetings. At overseas Group companies, we actively maintain communication between employees and management in order to create a better work environment through the labor-management meetings and strive to establish and maintain sound labor-management relationships.

* A labor agreement in which workers are employed by a company on condition of becoming a member of a specific labor union.

The Lion Workers' Union

Approach

The mission of the Lion Workers' Union is to pursue the happiness and well-being of its members. To that end, the union seeks to maintain and improve the quality of its members' work environments and standards of living and to contribute to the independent growth of each individual to ensure a secure future. Through its activities, the union aims to increase the professional satisfaction of its members, in turn contributing to the development and growth of the Company. To fulfill its mission and principles, the Lion Workers' Union has established a medium- to long-term vision that it has been implementing since August 2020.

Lion Corporation (Korea) Receives the Prime Minister's Award for Labor-Management Culture

The Labor-Management Culture award is given by the government of South Korea (the Ministry of Employment and Labor) to companies that have built and firmly established cooperative labor-management relations. It is one of the highest awards in the field of labor in South Korea.

Lion Corporation (Korea) ("LCK") received the Prime Minister's Award for Labor-Management Culture in 2017 in recognition of its initiatives aimed at building good labor-management relations.

The main initiatives of LCK recognized by the prize were as follows.

- Held labor-management talks four times a year to discuss work environments and implemented approximately 60% of the improvements suggested at these talks
- Treated non-regular employees (such as temporary and contract employees) on par with regular employees in terms of employee benefits and opportunities to participate in events
- With "fulfilling a spirit of love" and "people-centered management" as the foundations of its personnel policy, gave non-regular employees demonstrating excellent work attitudes and abilities priority when filling regular employee positions
- · Designated a monthly volunteer day, with employees actively participating in social contribution activities

> Activities at Lion Corporation (Korea)

Labor-Management Relations Data

	Scope	2021	2022	2023
Percentage of companies with labor unions, labor-management councils, or other mechanisms for consultation between employees and management	Lion Group	86.4%	86.4%	86.4%
Percentage of employees who are members of the above	Lion Corporation (including employees on loan)	77.9%	65.9%	62.6%
	Lion Group	75.1%	72.9%	71.3%

Going forward, we will continue to advance initiatives aimed at building better labor-management relations.

Respect for Human Rights

Sustainability Material Issue 8 Respecting Human Rights



Basic Approach

The Lion Group implements various measures in accordance with its purpose of making a difference in everyday lives by redesigning habits: ReDesign. One such measure is the Charter for Corporate Behavior, which states that "We shall respect human rights ... observing both the spirit as well as the letter of all applicable laws and international rules." Another is the Behavioral Guidelines, which state that the Group will not permit child labor or forced or coerced labor, will provide equal employment opportunities and treat employees fairly, and will take an active interest in the human rights practices of its suppliers.

The Group has also declared its support for and adherence to the International Bill of Human Rights (the Universal Declaration of Human Rights, the International Covenant on Economic, Social and Cultural Rights and the International Covenant on Civil and Political Rights), which stipulates the fundamental human rights of all people in the world, as well as the Ten Principles of the United Nations Global Compact, the ILO Declaration on Fundamental Principles and Rights at Work and the Children's Rights and Business Principles.

Respect for human rights is indispensable to the pursuit of happiness and a higher quality of life. The Group recognizes that it has a responsibility as a company to affirm diversity, including that of race, religion, gender, sexual orientation, age, nationality and disability, and to fully respect all human rights. Furthermore, it recognizes that doing so strengthens its business foundation.

Human Rights Policy

In 2019, based on the framework of the United Nations Guiding Principles for Business and Human Rights **1**, the Lion Group established the LION Human Rights Policy to further clarify its stance on human rights abuses as well as its global efforts in this area. Since then, Lion has periodically reviewed its human rights policy to ensure the strength of its efforts.

In 2023, with the approval of the Board of Directors, we amended the LION Human Rights Policy in light of social conditions surrounding business and human rights as well as the status of the Group's human rights due diligence* efforts, taking into careful consideration the elements necessary to the policy going forward.

The amended policy clearly stipulates, in great detail, a management system that emphasizes respecting human rights (human rights due diligence) and remedies to violations (internal and external whistle-blowing system) in addition to other related matters. The revised policy has been translated into the languages of the countries and areas in which Lion does business and disclosed to stakeholders involved in the Group's business activities via the websites of Lion and its affiliated companies.

The Human Rights Policy applies to all executives and employees of the Lion Group. Moreover, the Group's business partners and suppliers are required to support and respect the policy. The Human Rights Policy also stipulates that in the event of a conflict between internationally recognized human rights and national or local laws and regulations, the Group will seek to ensure that internationally recognized human rights principles are respected.

^{*} Measures that companies must take to avoid violating human rights and to provide relief to victims of violations.

Implementation Framework

Initiatives regarding human rights are seen by the S Subcommittee (Social Environment), led by an Executive Officer and established under the Sustainability Promotion Council. When called for, these meetings report matters to the Executive Management Board or refers or presents them to the Executive Management Board and the Board of Directors. Participants in these investigative meetings comprise representatives of relevant divisions, such as the Corporate Planning Department, Legal Department, Human Resources Development Center, Purchasing Headquarters, Overseas Department and Sustainability Promotion Department.

Initiatives



Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)

Sustainability Material Issue 8 Respecting Human Rights

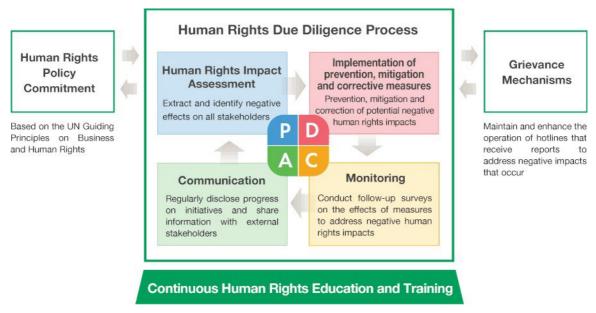


- ∨ Human Rights Due Diligence
 ∨ Human Rights Impact Assessment
- Implementation of Prevention, Mitigation and Corrective Measures
 Monitoring
- ▼ Communication ▼ Initiatives at Overseas Group Companies
- ▼ Initiatives to Prevent Human Rights Violations along the Value Chain

Human Rights Due Diligence

The Lion Group, in order to take responsibility for identifying, preventing, mitigating and addressing negative human rights impacts caused or contributed to by its business activities, established the Human Rights Review Committee, a cross-departmental organization that takes the lead in promoting human rights due diligence*through the following process based on the UN Guiding Principles on Business and Human Rights while also engaging in dialogue with stakeholders involved with the Group's business, including employees and temporary employees, business partners, suppliers, communities, consumers, external experts and organizations related to human rights.

Recognizing that human rights risks may change as the Lion Group's business activities, social conditions and human rights conditions evolve, we will seek better ways to enhance the effectiveness of our efforts, such as by regularly implementing each step of the Human Rights Due Diligence Process, including the human rights impact assessment.



Overview of Human Rights Due Diligence

^{*} Corporate measures to avoid causing human rights violations and provide remediation for the victims of such violations

Human Rights Impact Assessment

Overview of Anticipated Human Rights Risks in the Group's Business Activities

The Group's main business encompasses the development, manufacture and sale of household products. Among these, we notably handle many cleaning products, including laundry detergents. The surfactants that comprise the washing ingredients of such products are derived from such raw materials as palm oil, palm kernel oil and their derivatives. The main production areas for palm oil and palm kernel oil are Malaysia and Indonesia, and we recognize that these countries and areas as well as the commodities themselves bear relatively high human rights risks and pose problems regarding sustainable procurement, including human rights based on data provided by international human rights organizations and Sedex. Specifically, human rights risks such as overwork, the use of child labor and smoke damage from illegal slash-and-burn forest clearing are assumed for stakeholders who may be placed in vulnerable positions such as palm plantation workers.

Corrugated boxes used to package and transport household products use a large amount of paper and pulp as packaging materials, which may pose environmental human rights risks due to inadequate forest management and other factors.

In addition to palm oil and palm kernel oil and paper and pulp suppliers, we secure the cooperation of a wide array of raw material manufacturers and production contractors in procuring raw materials and other aspects of our manufacturing processes. If human rights risks in procurement become apparent due to transactions with suppliers that are not fully committed to sustainable procurement, including human rights, this could lead to business risks related to the supply of products and impact the reputation of the Group.

Furthermore, with regard to planning, manufacturing and sales of household products, we have multiple points of contact in and outside Japan with stakeholders, starting with Lion employees, temporary employees and business partners throughout the value chain, including those working in planning, procurement, research, production, sales and administration. Each point of contact has the potential to cause or encourage human rights risks such as discrimination and harassment on the basis of race or gender, overwork and excessive working hours. When expanding contacts with consumers as a result of changes in business structure, we must be more vigilant regarding privacy rights, including the management of personal information*.

^{*} Refers to the International Trade Union Confederation (ITUC) Global Rights Index, etc.

Extrapolation of Human Rights Issues Anticipated in the Lion Group Business Activities

In order to further clarify the potential and actual human rights risks that may occur in the value chain in the countries and areas where the Group operates, we have identified as relevant to the Group's business activities the following human rights issues* from the International Bill of Human Rights, the Ten Principles of the UN Global Compact, the ILO Declaration on Fundamental Principles and Rights at Work, the Children's Rights and Business Principles and other international standards related to human rights.

In extrapolating human rights issues, we have referred to the social context surrounding business operations and human rights, the United Nations Environment Programme Finance Initiative (UNEP), guidelines on human rights formulated by the Japan Business Federation and advice from external experts.

* Extrapolated Human Rights Issues

Forced and coerced labor; freedom of movement and residence; child labor; right to an education; rights of young workers; freedom to form and join trade unions; equal pay for equal work; discrimination in hiring; discrimination in the terms and conditions of employment; discrimination in opportunities and evaluations; protection of motherhood and childhood; harassment; freedom of thought and religion; overwork and excessive working hours; right to rest and leisure; just compensation and living wages; freedom of employment and unemployment insurance; right to safe and healthy working conditions; right to a decent standard of living and health; right to social security; right to privacy; impacts on the lives of local residents; access to water; environmental management; consumer safety and health

The Lion Group's Human Rights Impact Assessment and Identification of Priorities

The Lion Group identified certain human rights issues as potential challenges to its business activities through an assessment of potential and actual impacts on our stakeholders: our employees and temporary employees; business partners, including contractors; suppliers; communities, including indigenous peoples; and consumers.

Based on the United Nations Guiding Principles Framework and other guidelines on human rights, we assess the scale of human rights violations, the scope of those violations, the likelihood of occurrence and the possibility of resolution. This task was undertaken mainly by persons responsible for the relevant departments as well as an investigative committee on human rights, who after making a comprehensive judgment based on such factors as changes in business and society and the opinions of stakeholders, including external experts, created a risk map based on the results of the Human Rights Issue Check Sheet, which identifies outstanding human rights issues as priorities for the Company.

Implementation of Prevention, Mitigation and Corrective Measures

For priority issues (salient human rights issues) identified by the human rights impact assessment, we implement the following actions to prevent, mitigate and remedy negative human rights impacts.

Priority Issues for the Company	Measures and progress toward preventing, mitigating and correcting	
(Salient human rights issues)	negative impacts	
Suppliers using forced labor or child labor, violating the rights of young workers, imposing overwork and excessive working hours, impinging the right to enjoy safe and healthy working conditions, freedom of residence and relocation, denying the right to education, freedom of work and employment security	 Promote the procurement of third-party certified raw materials, such as RSPO and FSC certified products like palm oil, palm kernel oil, paper and pulp, in cases where human rights risks are of particular concern 2023 results Certified palm oil and palm kernel oil derivatives: 51% of the Group (based on key raw materials) Certified paper and pulp: 20% of the Group (item ratio) Using self-checks based on the Lion Group Supplier CSR Guidelines and Sedex, promote the implementation of risk assessments at suppliers. High-risk suppliers will also be required to take corrective actions. 2023 results Human rights due diligence implementation rate: 87% of the Group High-risk suppliers: N/A We will add the Lion Human Rights Policy, the International Bill of Human Rights and the ILO Declaration on Fundamental Principles and Rights at Work to the memorandum of the Lion Group Supplier CSR Guidelines, and 	
	require that the human rights policy be endorsed and followed by suppliers as well. 2023 results Memorandum of Understanding on human rights signed with 42 of the major domestic companies	
Supplier's local community access to clean water resources, impact on local livelihoods and environmental management	To prevent, mitigate and correct such negative impacts as lack of access to water resources in communities of local residents living near supplier bases, we will add questions regarding environmental management to self-checks based on the Lion Group CSR Guidelines to ascertain the status of specific initiatives undertaken for the community. 2023 results Questions related to environmental management have been added to self-checks based on the Lion Group CSR Guidelines	
Overwork, excessive working hours and internal employee harassment among our business partners	 To prevent, mitigate and correct the causes, contributing factors and the negative effects themselves of overwork and excessive working hours at our business partners, we are working to disseminate and establish the Lion Group Charter of Corporate Behavior and the Lion Human Rights Policy through e-learning and training programs for our employees. In addition, we will quantitatively assess our employees' understanding of these issues and evaluate their behavior at work through the Compliance Awareness Survey. 2023 results Human rights training has been conducted at the Company and seven of our domestic affiliates and eight of our overseas affiliates. 	
Consumers' right to privacy	To prevent and reduce the risk of personal information leaks and thereby protect consumers' right to privacy, we have established policies and regulations such as the Personal Information Management Regulations, the Basic Policy of Our Information Management, the Information Management Regulations and the Information Security Regulations in accordance with the Act on the Protection of Personal Information. We also implement annual e-learning programs on information security and information management systems as part of Company employee	

Priority Issues for the Company (Salient human rights issues)	Measures and progress toward preventing, mitigating and correcting negative impacts	
	education, and continually strengthen information security measures, including personal information protection at overseas affiliated companies, in accordance with laws and regulations.	
	2023 results Training for domestic employees on compliance with personal information management regulations has been conducted through elearning Obtained information-related certification on a project basis at the company	

Access to Relief (Establishment of Grievance Mechanisms)

The Group has established the AL (All Lion) Heart Hotline, an internal and external whistle-blowing system, as a grievance mechanism to manage complaints about transgressions of business ethics, particularly those involving human rights.

Under this system, whistleblowers can be stakeholders from outside the Group, like business partners. The privacy of whistleblowers and reported parties informants is safeguarded and secrecy is assured for any investigations. Aside from anonymous reports, etc., all instances are also relayed to all whistleblowers.

For details of the system and the details of consultation and reporting, please refer to the following link on the Company's website.

> Internal and External Whistle-Blowing System (AL Heart Hotline)

Monitoring

Each preventive, mitigating and corrective measure is assigned a qualitative or quantitative indicator and the investigative committee on human rights regularly reports the monitoring results for each measure to the S Subcommittee (Social Environment) twice a year.

Communication

External Disclosure

The status of human rights initiatives, etc. is published on the Company's website as necessary.

Education, Dialogue

The Company implements annual e-learning training for all domestic employees (including part-time employees) to ensure that the Lion Group Charter of Corporate Behavior and the Lion Human Rights Policy are widely understood and firmly established.

In addition, every year we conduct a Compliance Awareness Survey for all domestic employees (including part-time employees) to quantitatively and qualitatively assess their awareness of compliance, including with regard to human rights and workplace behavior, while providing feedback to each department on the results to raise employee awareness and create a better environment.

In promoting human rights due diligence, we held study sessions and exchanged opinions on business and human rights with directors, Audit & Supervisory Board members, executive officers, managers of divisions with human rights jurisdiction and external experts to deepen understanding of the issues.

Participation in External Initiatives on Human Rights

The Group also participates in such external initiatives as workshops held by the Human Rights Due Diligence (HRDD) Subcommittee of the Global Compact Network Japan (GCNJ) to promote understanding of social conditions surrounding human rights. The Japan Cosmetic Industry Association (JCIA), to which we belong, has formulated Sustainability Guidelines and, through a social issues subcommittee, held a seminar for its members on advertising expression in consumer goods in 2023.

Initiatives at Overseas Group Companies

Risk Assessment in the Lion Group

We regularly conduct hearings with each of our overseas Group company on issues regarding human rights that are assumed to be incorporated into their business activities. During those hearings the Company uses the Sustainability Activities Conformation Sheet, which with the help of external experts, identifies the issues that need to be considered in the countries and areas where we operate with respect to key sustainability issues as a means of ascertaining the status of prevention, mitigation and corrective measures and responses, as well as monitoring the progress of such measures and responses.

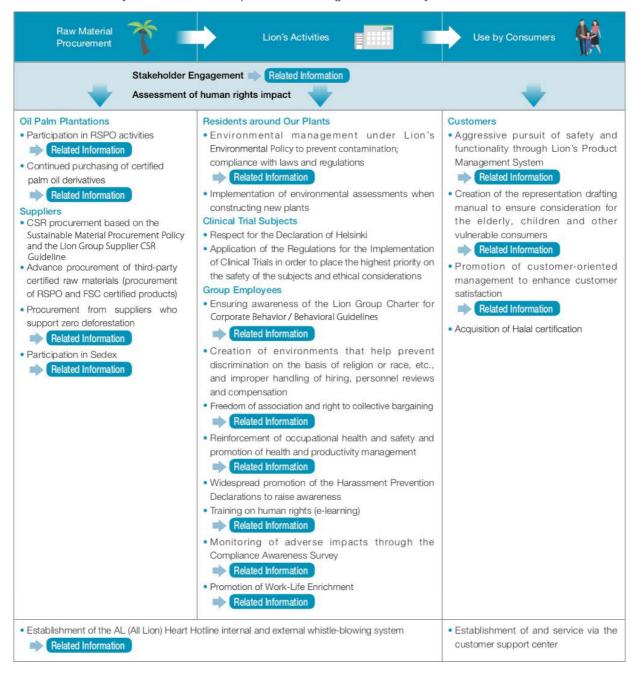
Risk Assessment of Suppliers

For suppliers that conduct business with our overseas affiliates, we use self-checks based on the Lion Group Supplier CSR Guidelines and Sedex's data analysis to assess the impact of suppliers on matters related to the Group's Procurement Policy, including human rights and labor.

Initiatives to Prevent Human Rights Violations along the Value Chain

The Group is taking the following steps to reduce the risk of potential human rights violations along each value chain involving the procurement of raw materials, activities at the Company and use by consumers.

An overall layout of our efforts to prevent human rights violations by value chain and stakeholder



Initiatives in Raw Materials Procurement

The Lion Group has clarified its stance on sustainability, including legal compliance, environmental conservation and respect for human rights in its Procurement Principles as part of its efforts to prevent human rights violations in raw material procurement. The Group is also evolving its efforts with its suppliers.

We are also promoting the sustainable procurement of palm oil and palm kernel oil, our main plant-based raw materials, as we recognize the importance of such efforts.

(1) Raw Materials Procurement

Prevention and Mitigation Measures	Targets and Progress in 2023	
	Target: 100% procurement of RSPO-certified materials	
Procure third party-certified raw materials → Procure	Progress: 99% of key raw materials are RSPO-certified (scope: consumer products sold in Japan)	
	Target: 100% procurement of FSC-certified materials	
products certified by the Roundtable on Sustainable Palm Oil (RSPO) and Forest Stewardship Council (FSC)	 Progress: 75% of materials are FSC-certified (percentage of product types sold in Japan); we are promoting the use of paper certified by the FSC or the Programme for the Endorsement of Forest Certification (PEFC) and recycled paper as copy paper and in office supplies 	
Promote trade with suppliers with the ability to resolve social and environmental problems that may occur in the	Target: Procurement from suppliers that support efforts aimed at zero deforestation: All suppliers	
supply chain \rightarrow Suppliers that support efforts aimed at zero deforestation	Progress: 54% (scope: raw material suppliers for the Lion Group in Japan)	

(2) Suppliers

Prevention and Mitigation Measures	Progress in 2023	
Regular risk evaluations of the sustainability activities of suppliers	Conducted a self-check based on the Lion Group Supplier CSR Guidelines, and conducted a risk assessment on sustainability at suppliers of Lion, domestic Group companies, Lion Corporation (Korea), Lion Corporation (Thailand) Ltd. and Southern Lion Sdn. Bhd using Sedex.	
Identification of high-risk suppliers	Set standards for high-risk suppliers for self-checks based on the Lion Group Supplier CSR Guidelines	
Audits of high-risk suppliers and formulation of improvement plans	High-risk suppliers were not applicable	

^{*} As of March 2024

Initiatives in Customer Use

As part of our efforts to ensure that our customers can use our products safely and with peace of mind, we have established a Product Management System, a set of rules that defines our business processes and quality assurance at each stage of product development. In addition to complying with the Act on Pharmaceuticals and Medical Devices, the Act against Unjustifiable Premiums and Misleading Representations, the Health Promotion Act, and other related laws and regulations, we have established a representation drafting manual and conduct accurate and moderate advertising and promotions that do not cause misunderstanding or discomfort, taking the customer's viewpoint into consideration.

In countries and areas where many Muslims live, such as Malaysia and Indonesia, we are working to obtain Halal certification* so that local consumers can use our products with peace of mind.

* Certification under systems for labeling products that have cleared halal certification standards with a halal-certified mark. A halal certificate issued by a certifying body officially recognized by the country's halal certification authority is required to sell products with a halal-certified mark.

Examples of Halal-Certified Products



Systema toothpaste sold in Indonesia



Shokubutsu body wash sold in Malaysia



An Indonesian halal certificate



A Malaysian halal certificate

Together with Supply Chains

Sustainability Material Issues 9 Building Responsible Supply Chain Management



Basic Approach

The Lion Group regards the creation of responsible supply chain management through reinforced coordination with materials manufacturers and production contractors as a key issue in its supply chain initiatives. To reduce the negative environmental and social impacts of business activities and advance sustainable mutual business development, we must work with suppliers to evolve our sustainably initiatives based on our Procurement Principles. These principles clearly lay out Lion's policy of considering legal compliance, environmental conservation and respect for human rights when selecting suppliers.

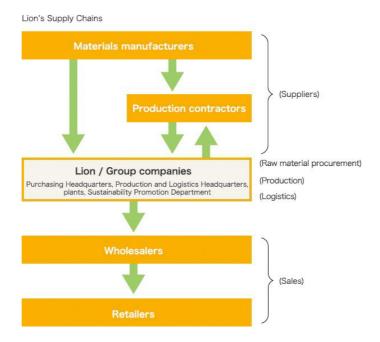
Furthermore, Lion recognizes the importance of promoting the sustainable procurement of palm oil, a key plant-based raw material for the Company, and is advancing initiatives to that end.

Instituting the LION Anti-Bribery Principles

The Lion Group established the LION Anti-Bribery Principles in January 2019 in light of developments around the world related to strengthening legal regulations against acts of bribery and corruption.

Going forward, we will continue working to ensure that our business activities are fully compliant with the laws and regulations of the countries and regions in which we do business.

Overview and Implementation Framework



Initiatives



Promoting Sustainability with Materials

Manufacturers and Production Contractors



Together with Supply Chains

Promoting Sustainability with Materials Manufacturers and Production Contractors

Self-Checks Based on the Lion Group Supplier CSR Guidelines*1

To advance responsible procurement activities, each year the Lion Group asks that the materials manufacturers and production contractors (suppliers) it works with implement self-checks based on the Lion Group Supplier CSR Guidelines . In this way, we are promoting the creation of frameworks throughout the supply chain to avoid risk related to human rights, labor practices, the environment, fair operating practices, consumer issues and compliance.

Since 2014, we have moved the self-checks entirely online, enabling suppliers to respond more efficiently. We also provide suppliers with feedback based on the self-check results. The result of these efforts is a system that continuously advances CSR procurement. We aim for a 100% response rate every year.

In 2023, Lion Corporation (Korea) requested self-checks from its 95 suppliers, achieving a response rate of 93%. Southern Lion Sdn. Bhd. requested self-checks from its 38 suppliers, achieving a response rate of 95%. Lion Corporation (Thailand) Ltd. requested self-checks from its 55 suppliers, achieving a response rate of 60%.

Additionally, self-checks^{*2} were also conducted by 69 trading partners of Lion Engineering Co., a domestic Group company, achieving a response rate of 94%.

We will continue to promote sustainability initiatives with our suppliers in the countries where we have all of our Group's production division plants.

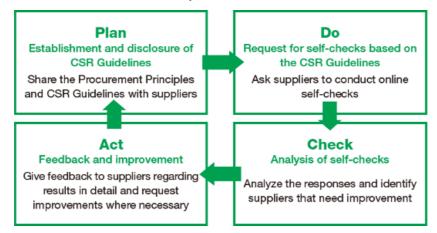
- *1 The Lion Group Supplier CSR Guidelines comprise 21 guidelines under the five categories (Human Rights/Labor Practices, The Environment, Fair Operating Practices, Consumer Issues, Compliance)
- > Lion Group Supplier CSR Guidelines and Glossary (English) 🔤
- > Lion Group Supplier CSR Guidelines and Glossary (Japanese)
 - > Lion Group Supplier CSR Guidelines and Glossary(Japanese) (Lion Engineering Co. Ltd. version)
- > Lion Group Supplier CSR Guidelines and Glossary (Chinese) Principal Control of the Control of
- > Lion Group Supplier CSR Guidelines and Glossary (Korean) 🔤
- *2 Lion Engineering Co., Ltd.'s version of the self-check includes the addition of "Confrontation with antisocial entities: Cut off relations with antisocial entities and reject any unreasonable demands" to item 21.

Timeline of Sustainable and Responsible Procurement Initiatives

2005	Instituted the Basic Policy Regarding Purchasing and implemented appropriate procurement of raw materials and products.
2008	Established the Procurement Principles, which clarify our social and environmental considerations. Conducted a questionnaire survey for domestic and overseas raw material manufacturers and production contractors about their corporate activities regarding legal compliance, product service quality and safety, environmental considerations, labor practices and human rights, and fair trade.
2013	Amended the Procurement Principles and clarified our stance of considering legal compliance, environmental conservation and respect for human rights when selecting suppliers. Instituted the Lion Group Supplier CSR Guidelines , which specify the sustainability initiatives we expect from raw material manufacturers and production contractors and asked our suppliers to conduct self-checks of their sustainability initiatives.
2014	Introduced an online self-check system.
2018	Lion Corporation (Korea) requested self-checks from its suppliers, expanding the number of countries in which the Group implements self-checks.
2019	 Established the LION Human Rights Policy and LION Anti-Bribery Principles to clarify our stance on initiatives for sustainable and responsible procurement. Established the Sustainable Material Procurement Policy to advance initiatives aimed at the sustainable procurement of palm oil derivatives and pulp and paper products, which are key raw materials for the Lion Group.
	• Took part in the Supplier Ethical Data Exchange (Sedex)—headquartered in the United Kingdom—in order to further reduce social and environmental risk in purchasing.
2020	Overseas Group company Lion Daily Necessities Chemicals (Qingdao) Co., Ltd. requested self-checks from its suppliers.
2021	Domestic Group company Lion Engineering Co., Ltd. requested self-checks from its suppliers.
2022	Overseas Group company Southern Lion Sdn. Bhd. requested self-checks from its suppliers.
2023	Overseas Group company Lion Corporation (Thailand) Ltd. requested self-checks from its suppliers.

The Lion Group does business with suppliers who have implemented self-checks based on the Lion Group Supplier CSR Guid elines 🖭 .

PDCA Cycle for Self-Checks



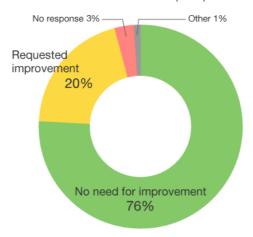
In order to ensure that our suppliers understand the importance of addressing sustainability-related issues, we include a section explaining the situation surrounding sustainability in our self-check request form. The self-check employs a three-step checking standard for each initiative and a detailed glossary.

Number of Primary Suppliers Requested to Self-Check and Response Rates (Target: 100% every year)

	Primary Suppliers	Response Rate	
2019	585	99%	
2020	574	100%	
2021	502	100%	
2022	474	96%	
2023	436	96%	

Results Summary





Number of companies monitored: 436 primary suppliers (raw material manufacturers and production contractors; 395 domestic and 41 overseas) of the domestic Lion Group

- The response rate in 2023 was 96%, and the average score, on a scale of 1 to 3 points, was 2.76, confirming that sustainability measures are being implemented throughout the supply chain.
- There were 418 primary suppliers that responded to the self-check.

Key Suppliers

The Lion Group considers suppliers from whom it purchases substantial amounts of raw materials and suppliers that cannot be readily replaced to be key suppliers. We monitor the sustainability initiatives of key suppliers on an ongoing basis. Specifically, we define key suppliers as the top 30 companies (on a purchase price basis) serving each of the three divisions of the Purchasing Headquarters (Raw Material Department, Packaging Material Department, Finished Product Department), for a total of 90 companies (total includes five Group companies).

Key Suppliers

	Number of key suppliers	Percentage of key suppliers among primary suppliers	Portion of purchasing that is from key suppliers (monetary basis, among all primary suppliers)
2019	90	15.4%	80%
2020	90	15.7%	89%
2021	90	17.9%	89%
2022	90	17.9%	89%
2023	90	19.3%	89%

High-Risk Suppliers

After receiving the self-checks, the Lion Group confirms whether or not suppliers are meeting the standards it has set for its key sustainability items. Suppliers with low scores are designated as high-risk suppliers. In 2023, there were no high-risk suppliers.

Selecting New Suppliers

Before doing business with a new supplier, Lion requires the company to perform a self-check based on the Lion Group Supplier CSR Guidelines to confirm that the company meets the standards it has set for its key sustainability items.

Joined Sedex, the Supplier Ethical Data Exchange

Headquartered in the United Kingdom, Sedex is a not-for-profit organization that provides the world's largest platform for managing and sharing ethical supply chain data, with the aim of establishing ethical and responsible business practices in global supply chains. The Lion Group joined Sedex as an AB member at the end of 2019 in order to further reduce social and environmental risk in its purchasing. We encourage our suppliers to join Sedex to reduce the burden of self-checks and request that they use the platform provided by Sedex to submit their annual self-check responses. Of Lion's 90 key suppliers, 39 are using the Sedex platform (as of March 31, 2024). Going forward, we will continue to reinforce and enhance supplier management and risk management.



Employee Training on Sustainable Procurement

Lion provides sustainable procurement training to every purchasing department employee who is involved in buying. We also hold study groups to help employees obtain certification under the Certified Procurement Professional (CPP) system offered by the Japan Management Association.* Participants not only learn buying operation management and gain practical knowledge, they learn about the importance of procurement that takes into account the environment, ethics, safety and hygiene, human rights and other such factors as well as about working with suppliers.

When selecting suppliers and setting pricing and other terms, we always enter into agreements through negotiations rooted in fairness and transparency. We thoroughly enforce compliance with the Act against Delay in Payment of Subcontract Proceeds, Etc. to Subcontractors through such means as training for Purchasing Headquarters employees.

In response to growing calls for CSR procurement, going forward, we will advance human resource development, including proactively sending employees to seminars related to purchasing and procurement.

* CPP: A qualification for persons involved in corporate purchasing and procurement indicating that the holder has acquired specialized knowledge in the field of purchasing and procurement.

CPP qualification website [Japanese]

Aiming for Sustainable Raw Material Procurement

Sustainability Material Issue 9 Building Responsible Supply Chain Management



Approach

The Lion Group aims to contribute to the achievement of the Sustainable Development Goals (SDGs), a set of shared worldwide goals for 2030. However, palm oil derivatives and pulp and paper products, which are key raw materials in the Lion Group's products, present risks related to raw material procurement to sustainable development in terms of human rights, labor issues and environmental issues. To address these risks, we have established the Sustainable Material Procure ment Policy. Based on this policy, we are advancing initiatives aimed at the sustainable procurement of palm oil derivatives and pulp and paper products.

Sustainable Palm Oil Procurement

The Lion Group is proactively advancing the utilization of plant-derived materials that are carbon neutral and non-depletable. Among the plant-derived materials that Lion uses are derivatives of palm oil—the world's leading vegetable oil in terms of production volume. Palm oil is produced in principally Malaysia and Indonesia.









The Raw Material Behind Palm Oil: Oil Palms

Palm oil production is increasing year by year, partly because oil palms (the source of palm oil) are highly productive and can be harvested throughout the year. However, with the rapid expansion of production, a number of issues have arisen in producing regions, such as the destruction of tropical rainforests and wildlife habitats as land is cleared for the development of new plantations. Furthermore, improper farming operations involving a wide range of human rights and labor abuses that reflect a lack of social justice have been identified. These include poor labor conditions with inadequate consideration given to health and safety, low wages, improper treatment of immigrant workers and the use of child labor.

Since 2006, Lion has been a member of the "Roundtable on Sustainable Palm Oil (RSPO), *1" which works toward the resolution of such issues. In 2012, the Oleochemical Production Site of Lion Chemical Co., Ltd., a domestic affiliate that procures palm oil from Malaysia and Indonesia, passed the RSPO's supply chain certification system*2 inspection and was certified as a plant that may handle RSPO-certified palm oils. Accordingly, Lion Group started procuring RSPO-certified palm oils from 2012. The Lion Chemical Corporation Fine Chemical Production Site received RSPO supply chain certification in March 2020, and Lion Corporation and all its plants (the Chiba Plant, Odawara Plant, Osaka Plant and Akashi Plant) were certified in August 2020. Moreover, Lion Specialty Chemicals Co., Ltd. was certified in June 2022.

The Lion Group's aim for the end of 2030 is to ensure RSPO certification for all the palm oil derivatives it uses. As of the end of 2022, Lion had switched to RSPO-certified products for 99% of its domestic key raw materials, and continued this effort in 2023.

Furthermore, regarding the palm oil derivative used in its consumer products, the Group's aim is to purchase only oil that can be traced to sustainability-conscious mills. To ensure traceability, the Group discloses a mill list detailing the key materials procured from its primary suppliers.

> Mill list 🔤

Going forward, we will continue to work to procure sustainable palm oil.

*1 The Roundtable on Sustainable Palm Oil 🛂

The Roundtable on Sustainable Palm Oil (RSPO) believes that for palm oil production to be sustainable, it must not only be compliant with relevant laws and regulations, but economically sustainable, environmentally appropriate and socially beneficial. These requirements are laid out concretely in the RSPO Principles and Criteria. Only palm oil produced in accordance with these seven principles and 40 criteria can be RSPO-certified.

*2 RSPO Supply Chain Certification

This system certifies that RSPO-certified raw materials have a reliable delivery system in place throughout the entire supply chain, after audits by external auditors.



RSPO Supply Chain Verification certificates of the Lion Chemical Co., Ltd. Oleochemical Production Site and Fine Chemical Production Site



RSPO Supply Chain Verification certificate of Lion Corporation and all its directly owned plants



RSPO Supply Chain Verification certificate of the Lion Specialty Chemicals Co., Ltd.

Sustainable Pulp and Paper Procurement

Pulp and paper are used in the manufacture of the Lion Group's product packaging, booklets and pamphlets as well as in the copy paper and other office supplies the Company purchases. In order to better protect biodiversity in the procurement of these materials, based on the Sustainable Material Procurement Policy, we are advancing the procurement of third party-certified paper products. As of the end of 2023, 98% (by weight) of such products procured from domestic manufacturers was third-party certified, and 75% (item ratio) of packaging materials for major products was third-party certified. In addition, we have identified the country of harvest's administrative divisions (states, provinces, etc.) for 100% of the woodchips and pulp used in our product packaging.

Participation in External Supply Chain Initiatives

Lion has been a member of the Roundtable on Sustainable Palm Oil (RSPO) ☑ , an international initiative, since 2006. Furthermore, since 2012, Lion has taken part in the Supply Chain Subcommittee of the Global Compact Network Japan, contributing to the preparation of various publications, such as an introductory text on CSR procurement.







Roundtable on Sustainable Palm Oil (RSPO)

> Japan Sustainable Palm Oil Network(JaSPON) [Japanese] ••• ☐ United Nations Global Compact (UNGC)

Holding the Regional Purchasing Manager Meeting

The Lion Group holds the Regional Purchasing Manager meeting annually with the goals of reducing costs at the overall Group level and reinforcing communication between the purchasing staff of participating companies by fostering personal connections.

In 2023, the conference was held online as well as in-person in September, with participation from eight countries, including Japan. At the meeting, the 13th of its kind, representatives from each company reported on their use of such sustainable packaging materials as mono-materials and recycled plastics as part of their ESG initiatives, procurement of palm oil-related RSPO-certified products and their cost reduction efforts in addition to sharing information. We will continue to support the purchasing activities of each company to strengthen the purchasing power of the entire Group.

Participating Overseas Group Companies

- Lion Corporation (Thailand) Ltd.
- Southern Lion Sdn. Bhd.
- PT. Lion Wings
- Lion Corporation (Korea)
- Lion Daily Necessities Chemicals (Qingdao) Co., Ltd.
- Lion Kallol Limited
- Merap Lion Holding Corporation

Green Purchasing

The second item of Lion's Procurement Principles states that Lion shall "Rationally select business partners not only on the basis of quality, cost and timely delivery, but also regulatory compliance, environmental protection, labor, and human rights, to fulfill our responsibility to customers and to create a sustainable, healthy society." In line with this principle, we promote environmentally friendly green purchasing on a Company-wide basis.

Along with green purchasing, we are committed to using environmentally friendly office supplies, including notebooks and company envelopes made from recycled paper and FSC certified paper. In addition, with the relocation to the new headquarters, we have shifted from a conventional purchasing model with multiple departments ordering such supplies independently to one in which a concierge counter handles bulk purchases, helping to regulate the overall volume of office supplies in stock.

Transition to Biomass Inks for Product Packaging

Products with reduced environmental impact are required if we are to minimize environmental problems such as marine plastic pollution and global warming. With this aim in mind, Lion has started using biomass inks* made from plant-based raw materials for some of the color inks used in product packaging (pouches, shrink films, attention seals, labels, etc.).

* Inks designed with biomass-derived raw materials as a portion of the resin component and comprising more than 10% plant-based ingredients in the ink film once dry.

Ensuring Product Safety and Reliability

Sustainability Material Issues 10 Pursuing Customer Satisfaction and Trust



Basic Approach

In order to provide products that will satisfy customers, Lion carries out quality assurance activities at all stages from the very beginning of the product development process to consumption by customers.

Specifically, by identifying the key requirements at each stage of corporate activities— ①product planning, ②product development, ③production, ④sales and ⑤customer support—we are constantly pursuing customer satisfaction. During product planning, valuable customer opinions are analyzed to identify specific needs. At the product development stage, product quality is verified with respect to seven metrics, including function and performance, and consideration is given to making labeling easy to read and accessible. During production, quality is thoroughly managed within each process, and products that have passed inspection are shipped in identifiable lots, aiding in effective after-sales management. A variety of information is sent to wholesalers and retailers, including product descriptions and samples.

Overview

Product Development Incorporating Customer Opinions











^{*} Access the Research & Development page for more information.

Initiatives







Approach to Quality Assurance, Safety and Reliability

- ▼ Approach
 ▼ Quality Policy
 ▼ Group-wide Reliability Assurance System
- ▼ Approach to Quality Assurance
 ▼ Approach to Safety and Reliability
- Approach to Responsible Product Representations
- ▼ Participation in Pharmaceutical Product Safety Initiatives ▼ Animal Testing Policy

Approach

Lion's mission is to earn the confidence and satisfaction of customers by providing excellent products and services that make a difference in everyday lives by redesigning habits.

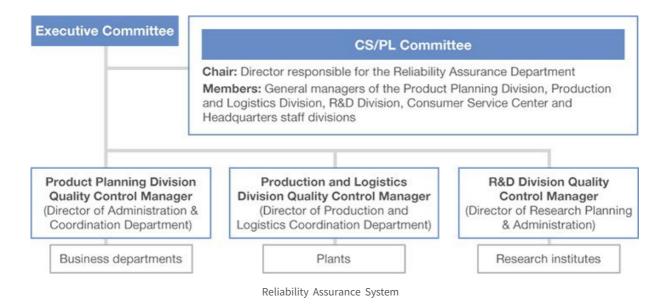
Quality Policy

Based on our Quality Policy, we create high-quality products that meet customer needs.

Group-Wide Reliability Assurance System

In 2018, we established the Reliability Assurance Department to reinforce quality assurance based on a Product Managemen t System covering the entire supply chain.

To implement quality assurance activities on a Company-wide basis, we have established the CS/PL Committee,* comprising representatives of the Product Planning Division, Production Division, R&D Division, Consumer Service Center and headquarters staff divisions. The Reliability Assurance Department serves as the secretariat for this committee. The CS/PL Committee provides overall management of quality assurance activities, monitoring Group-wide efforts and responses to issues in the areas of legal compliance, setting voluntary standards and targets, and developing superior products from the perspective of reliability assurance. Lion manufactures and sells products ranging from everyday sundries to pharmaceuticals, so its quality assurance system is designed in line with the respective standards for each product category. Furthermore, Lion maintains a system for swiftly taking the necessary measures to address any serious problems that may arise with its products. These measures include responding to individuals harmed or affected, disclosing relevant information to government authorities and customers, issuing product recalls and taking steps to prevent recurrences.



^{*} CS/PL Committee: A committee focused on customer satisfaction (CS) and product liability (PL)

Approach to Quality Assurance

Product Management System

Based on its Quality Policy, Lion has established a Product Management System, comprising regulations stipulating work processes and quality assurance practices at each stage of product development, in order to steadily and rationally develop excellent products and services that make a difference in everyday lives by redesigning habits.

This system is compliant with ISO 9001, the international standard for quality management systems. It defines the flow and mechanisms of quality assurance processes at each step of product development (strategy, planning, development, production, sales, post-launch improvements and disposal). Through the system, we put these processes into practice. Lion's headquarters, Sapporo office, Sendai office, Nagoya office, Osaka office, Fukuoka office, Singapore office, research centers (Hirai Research Center and Odawara Research Center) and plants (Chiba Plant, Odawara Plant, Osaka Plant and Akashi Plant) have acquired the ISO 9001 certification.

Quality Audits

Lion's auditing officers and staff periodically carry out quality audits of Lion and its contractors, providing guidance on improvement as needed. Locations are chosen from among all the operations of Lion and its contractors that are subject to these audits, and the selection of locations to undergo on-site surveys is informed by the timing and results of previous surveys.

Reinforcing the Quality Management Network among Overseas Group Companies

The Lion Group is expanding operations across Asia in line with its mission of providing excellent products and services that make a difference in everyday lives by redesigning habits. In recent years, the volume of intercompany import and export business between overseas group companies has been expanding. At the same time, there is a growing trend toward tighter regulations internationally, increasing the importance of greater coordination among quality management staff in each country.

In light of these changes, starting in 2018, we held the first annual Asia QA* Meeting, bringing together import, export and quality management staff from overseas Group companies. This meeting, which has been held online since 2020, was also held in person for the first time in four years in 2023, with the cooperation of Lion Chemical Corporation's Sakaide Plant in Sakaide, where the meeting was held and onsite conditions were confirmed. Discussions were conducted, focusing mainly on the status of operations and issues on the ground as well as the creation of a system for coordination going forward, with the aim of reinforcing the Group-wide quality assurance system.

Going forward, we will continue to implement initiatives like this, striving to provide better products and services to customers in all the countries where we do business.

* QA: Quality assurance



The Asia QA Meeting (2023)

Approach to Safety and Reliability

To ensure that customers can use Lion products with confidence, we evaluate the safety of raw materials and ingredients as well as of final products during use.

Safety of Raw Materials and Ingredients

Before using a raw material, we first review existing data and information to determine its physical characteristics and if it has any hazardous properties (hazard assessment) as well as whether we will be able to safely use it in the product being developed (risk assessment). With the wide-ranging customers that use our products in mind, and with reference to safety reports from international organizations and standards in and outside Japan, we determine whether or not the material is suitable for use in the product.

Furthermore, in addition to health-related considerations, we similarly examine the material's impact on the environment after its use by consumers in line with the latest scientific appraisals. Based on these comprehensive considerations, substances deemed to require caution are carefully listed and managed.

When existing data is insufficient to reach a determination, we perform safety tests using officially designated and other objective methods of evaluation. Through such testing, we determine the limits within which the raw material can be used safely, taking into account the way the product will be used. Finally, for raw materials deemed suitable for use, we establish standards based on their applications (such as use in pharmaceuticals, food products, quasi-drugs, cosmetics or sundries). Raw materials that meet these standards are used in product manufacturing.

As with the raw materials of the product contents, we use only materials that meet appropriate standards for product packaging and containers.

Even after products are launched, we continue to analyze research data on the raw materials and ingredients used to confirm that there are no issues with their continued use.

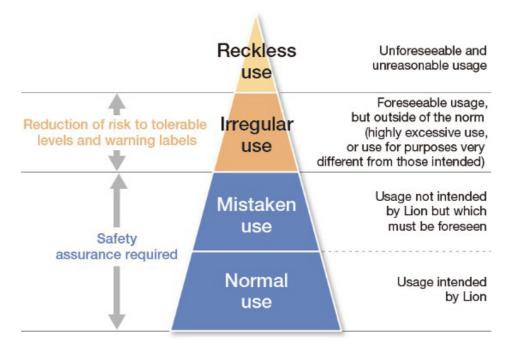
In some cases, small amounts of impurities arising from raw materials or manufacturing processes end up in products. Even if such impurities present no health concern, Lion implements quality management at every stage, including raw material purchasing and production, to reduce impurities as much as is feasible. One example of such efforts is Lion's response to a notice published by the Japanese government in 2012 about organic pigments that could have been unintentionally contaminated with polychlorinated biphenyls (PCBs). Upon the notice's publication, Lion moved quickly to confirm that there were no safety issues with its products. Since then, in accordance with the government's guidance, Lion has purchased and used such raw materials produced using designated best available technologies (BATs). Through efforts like these, we ensure that any impurities in our products are maintained at low levels that are safe for customers and the environment.

> Fragrance Policy

Safety of Products During Use

Giving due consideration to the various ways products may be used as well as product use by socially vulnerable customers, we perform safety evaluations based on an approach of avoiding risks at the product design stage.

To this end, we use a checklist to determine whether the product design ensures safety in both "normal use" and "mistaken use" cases. For "irregular use" cases, we assess whether risk reduction is possible and whether the risk is tolerable, and as necessary clearly label the product with an explicit safety warning.



Scope of Safety Assurance

In addition, the quality verification meeting, which encompasses representatives of related departments, performs assessments based on customer use scenarios in order to prevent harm related to product use and to prevent the omission of items that should be checked for safety.

If there is trouble with a product, we have an internal system in place, ready to promptly issue product recalls or otherwise respond as needed.

Centralized Management of Data on Bodily Issues Experienced by Consumers

Businesses must swiftly collect and centrally manage information from customers about the bodily issues they experience and quickly respond as appropriate.

Information on bodily issues from customers who have used Lion products is collected and centrally managed by the Consumer Service Center. We have in place a framework for quickly and appropriately responding to such information, including sharing the information received with multiple specialized departments and reporting it to top management.

Going forward, we will continue to educate staff involved in implementing responses about the importance of centralized data management and to collect and manage such information.

Approach to Responsible Product Representations

Basic Policy

In accordance with the Lion Group Charter for Corporate Behavior and Behavioral Guidelines Lion complies with the Pharmaceuticals and Medical Devices Act, Act against Unjustifiable Premiums and Misleading Representations, Health Promotion Act and other related laws and regulations. Furthermore, Lion strives to consider customer perspectives in order to make accurate and reasonable product representations (such as labels and advertising) that will not lead to misunderstandings or negative customer experiences.

To improve the quality of representations about all the products it sells (including food and pharmaceutical products), Lion has clearly defined its basic approach to product representation and established a representation drafting manual, comprising guidelines for preparing precise, appropriate product representations at each step of product development under its Product Management System. These guidelines apply to all product packaging and presentation as well as the wording and expressions used in instructions, pamphlets, sales handbooks, advertisements and other representations (including those for samples).

In line with the guidelines for product representations, representations are subject to stringent checks by specialized staff as well as external experts (attorneys, etc.), as needed. Through this system of thorough management, we advance the use of representations that are clear and easily recognizable to customers.

Lion's specialized representation checking staff strive to improve their expert abilities to ensure that they can make decisions and offer advice about representation quality that accurately reflect the latest legal interpretations, governmental tendencies and changes in society. To this end, they participate in lectures offered by governmental bodies and external seminars and, as needed, consult with external experts and governmental authorities.

Product Representations in the OTC Drug* Business

The information displayed on pharmaceutical product labels is subject to the stipulations of the Pharmaceuticals and Medical Devices Act (statutory labeling). The laws and regulations regarding fairness and appropriateness in pharmaceutical product advertising include the Pharmaceuticals and Medical Devices Act and the Standards for Proper Advertisement of Pharmaceuticals, etc., while industry self-regulations include the Japan Federation of Self-Medication Industries' Guidelines for the Proper Advertising of Over-the- Counter Medicines.

We believe that advertisements for pharmaceutical products that protect users' lives and health should be not only marketing information, but also information to encourage customers to use pharmaceutical products properly. Such advertisements must not encourage improper use, abuse or overuse due to insufficient caution.

Lion's departments in charge of creating and checking product representations share pharmaceutical product information templates for statutory labeling and an advertising check sheet based on the Standards for Fair Advertising Practices concerning Pharmaceutical Products, etc., for advertisements. By ensuring that representations are created and managed based on a common understanding of the regulations stipulated in the Pharmaceuticals and Medical Devices Act, we strive to efficiently and accurately advance proper representations.

The Japan Federation of Self-Medication Industries has established an advertising screening committee, which works toward appropriate advertising and evaluates pharmaceutical product advertisements after their publication. Comprising third-party and over-the-counter (OTC) drug manufacturer representatives, the committee works to ensure proper expressions in OTC pharmaceutical product advertising and enhance confidence in such advertising. Lion participates as a corporate member, contributing to efforts to ensure proper OTC drug advertising.

* OTC drugs: Pharmaceutical products that can be purchased at a pharmacy or drug store without a prescription. (Source: Japan Self-Medication Industry)

Product Representations in the Food Product Business

The contents to be labeled on food products are defined by the Food Labeling Standards under the Food Labeling Law (statutory labeling). In addition, the Act against Unjustifiable Premiums and Misleading Representations, the Health Promotion Act, and other legal regulations govern the proper labeling and advertising of health food products* handled by the Company, while the Fair Competition Code on the Labeling of Foods for Specified Health Uses and its enforcement regulations serve as fair competition codes.

Food products have three basic functions. The first and most important is nutrition (the primary function), the second is the sensory and enjoyment function (the secondary function) and the third is contributing to biological regulation to help maintain or improve health (the tertiary function). The food products that Lion sells are health food products that provide this tertiary function. While these products are thought to provide a health effect, it is important to ensure that they are properly marketed to avoid such misunderstandings as their being confused with pharmaceutical products or their effects being exaggerated.

Lion uses food product information templates for statutory labeling and an advertising check sheet based on related laws and regulations and voluntary industry rules for advertising. Furthermore, to ensure the provision of appropriate information to customers, checks by external experts (attorneys, etc.) as a third-party perspective are established in the advertisement confirmation step of the process as necessary.

- * Health Food Products
- The term "health food product" generally refers to any product that is claimed to be beneficial to health. In Japan, health food products that are labeled as having certain functions based on standards of safety and effectiveness established by the national government are classified as foods with health claims. There are three types of foods with health claims: foods with function claims^{*2}, foods for specified health^{*3} uses, and foods with nutrient function claims.
- *2 Foods with function claims are food products that display claims of functions for which, prior to sale, manufacturers must submit scientifically based information on safety and functionality to the Director-General of the Consumer Affairs Agency. The manufacturers themselves are responsible for ensuring the accuracy of such information.
- *3 Foods for specified health uses

Foods for specified health uses are food products for which permission to display claims of health functions has been granted by the Director-General of the Consumer Affairs Agency based on evaluations by the agency of the product's safety and usefulness in maintaining or improving health.

Admonishment from the Consumer Affairs Agency Regarding Product Representations

Lion received an admonishment from the Consumer Affairs Agency under its Health Promotion Act regarding an advertisement for its product *Tomato Su Seikatsu Tomato Su Inryo* that ran from September 15 to November 27, 2015 in the daily newspaper on the grounds that said advertisement could be misunderstood by general consumers.

Lion takes this admonishment seriously. We have further reinforced advertisement submission management and are steadily advancing measures to prevent recurrences of such issues.

Initiatives to Ensure Proper Use

Lion's food products, particularly its processed food products in tablet form, are easy to consume and therefore present the potential risk of excessive intake. By such means as displaying recommended intake amounts in large print on the front of packages, Lion strives to provide clear labeling so that consumers can use its health food products appropriately.

Allergen Labeling

Lion requires its raw ingredient manufacturers and suppliers to provide information about their use of the eight ingredients that under the Food Labeling Standards are required to be listed on food product labels as allergens, as well as the 20 ingredients recommended for such labeling.* In particular, we carry out tests as appropriate to ensure appropriate labeling regarding functional substances (used as ingredients in foods with function claims) and substances with specified uses (used in foods for specified health uses).

Lion shares information about revisions to allergy labeling regulations and other such developments internally, mainly through a food safety team.

* Eight raw ingredients required to be listed as allergens: eggs, milk, wheat, buckwheat, peanuts, shrimp, crab and walnuts 20 raw ingredients recommended to be listed as allergens: apples, oranges, soy, sesame, etc.

Labeling in the Languages of the Places Where Products Are Sold

To ensure that customers can accurately understand the features of our products, our product labels, including usage instructions and ingredient lists, are presented in the official languages of the places where they are sold.

KireiKirei Hand Soap labels







Korean

Employee Education and Training

To ensure thorough compliance with laws and regulations related to product representations (the Pharmaceuticals and Medical Devices Act, Act against Unjustifiable Premiums and Misleading Representations, Health Promotion Act, etc.), Lion provides e-learning for all employees and lectures for employees in related divisions as part of its legal education initiatives.

OTC Drugs

Every year, Lion educates employees involved in the planning and sale of pharmaceutical and related products on product safety. This education, based on the Ministerial Ordinance on Good Vigilance Practice for Drugs, Quasi-Drugs, Cosmetics, and Medical Devices (the GVP Ordinance), teaches employees about the handling and correct use of safety information. Lion uses specified procedures for education about product representations to promote proper promotional activities. The education also covers related laws and regulations and appropriate product representations.

Participation in Pharmaceutical Product Safety Initiatives

Pharmaceutical Product Safety Activities

In Japan, under the Pharmaceuticals and Medical Devices Act, businesses must obtain a marketing license to manufacture and sell pharmaceutical products and quasi-drugs. Per this law, businesses must conduct appropriate management and supervision by establishing and properly operating systems of quality assurance and post-marketing safety control for such products and appointing a general marketing director, quality assurance director and safety control director.

As a company that manufactures and sells pharmaceutical products, quasi-drugs, cosmetics and medical devices, Lion complies with such legal requirements and operates an appropriate marketing framework. Lion has created a manual for compliance with the GVP Ordinance for use in safety control. Safety control is carried out in accordance with this manual and managed by the safety control director. Furthermore, the safety control director manages the safety control divisions, and the general marketing director provides oversight to ensure proper operations and conducts post-marketing safety control. The safety control divisions operate according to internal manuals, including implementing post-marketing safety measures for the products Lion sells, collecting and evaluating safety data about pharmaceutical and other products, and, as needed, implementing safety measures.

The safety control divisions provide education and training to divisions that implement safety control to better promote the proper use of pharmaceutical and other products.

Participation in Industry Groups

To further enhance the safety of the pharmaceutical products it sells, Lion has been a member of the Japan Self-Medication Industry, an organization of OTC drug manufacturers, since 1978. A representative from Lion serves as a vice chair of said organization. The Japan Self-Medication Industry works to provide information about the correct use of OTC drugs and examines all kinds of issues related to OTC drugs, for example, researching how to make drug package inserts easier to read and understand.

Lion's safety control director and others regularly take part in the organization's committee meetings to gather the latest information on safety about the Act on Pharmaceuticals and Medical Devices and OTC drugs for safety control and legal compliance.

In addition to the Japan Self-Medication Industry, in the area of pharmaceutical products, Lion is a member of the Pharmaceutical Manufacturers' Association of Tokyo, and in the areas of quasi-drugs and cosmetics, Lion participates in the activities of the Japan Dentifrice Manufacturers' Association (JDMA) and the Japan Cosmetic Industry Association. Through such participation, Lion suggests research initiatives and measures related to regulations and conducts educational programs for customers about correct product use with the aims of promoting the manufacturing and quality control of pharmaceutical and other products as well as post-marketing safety management and correct product use.

Animal Testing Policy

The Lion Group adheres strictly to the international principles of the 3Rs for animal testing (Replacement, Reduction, Refinement) and supports the philosophy of animal welfare.

We proactively work to thoroughly ensure the safety and enhance the functionality of our wide range of products and services to better serve our customers. In developing cosmetics (including medicated cosmetics), we do not use animal testing apart from exceptional circumstances in which it is required to ensure safety or satisfy legal requirements. Similarly, in developing other products, we employ alternative methods as long as the accuracy and replicability of the scientific data used as the basis for evaluating products are not negatively affected. When no alternative methods are available and we must use animal testing, we strive to do so properly and in line with the principles of the 3Rs and the laws of relevant countries.

Lion Corporation has long focused efforts on related research through participation in the Long-range Research Initiative of the Japan Chemical Industry Association and the Japanese Society for Alternatives to Animal Experiments. We will continue actively developing alternatives to animal testing and advancing business activities that contribute to both the health of our customers and animal welfare.



Initiatives to Respond to Our Customers

Sustainability Material Issue 10 Pursuing Customer Satisfaction and Trust



Approach

So that we may leverage inquiries received from customers to develop new products and improve our products and services, such inquiries are registered in a database operating under a strict personal information management system and shared across the Company through an information sharing system that excludes personal information.

Items that are considered impactful to customer satisfaction and product use, and insights gleaned from contact with customers are shared daily to top management- and product development-related departments in the form of the VOC*1 Letter. Through such efforts, Lion works to improve customer support quality by gaining an understanding of the customer's perspective and by quickly considering and responding through improvement measures.

Customer feedback comes from a wide range of sources, including not only telephone calls and emails, but also SNSs^{*2} and the like. An internal dedicated organization (The Consumer Service Center) interprets and analyzes such this feedback and proactively disseminates information gleaned from it to the relevant departments.

*I VOC: Voice of Customers

*2 SNS: Social networking services (such as X (formerly Twitter), Instagram, etc.)

Overview

Customer Feedback Flow Customers Questions Complaints, etc. Answer/response Opinions Requests Customer support contact point Database VOC Report VOC Letter Meeting Directors Information Audit & Supervisory Board members -- Entire Company haring systen Executive officers Product development and improvement/Service enhancement Customer Feedback Flow

More information about how our customer feedback is put to concrete use is available here [Japanese]

Customer-Oriented Management Declaration

In the course of developing and improving products and services, Lion places the utmost priority on customer satisfaction. At the same time, by implementing environmental conservation activities and further enhancing the corporate governance system, we aim to ensure the high level of trustworthiness that stakeholders expect. Currently, government agencies, consumer groups and business associations are working together to promote customer-oriented management initiatives at companies. In January 2017, Lion voluntarily declared that it would proactively work toward customer-oriented management, and we report progress on this front on our website and to the Consumer Affairs Agency.

More information about Lion's customer-oriented management declaration is available here [Japanese]

Received an Award in the Good Practices of Consumer-Oriented Management Awards for the Second Consecutive Year

Lion received the Minister of State's Award in the Good Practices of Consumer-Oriented Management Awards sponsored by the Consumer Affairs Agency in 2020, and in 202l, won the Selection Committee Chairman's Award together with Kao Corporation. This award recognizes companies that have made a consumer-oriented management declaration and implemented outstanding initiatives based on such declarations.

Spurred on by this award, Lion will continue advancing consumer-oriented management and contribute to the realization of a sustainable society.



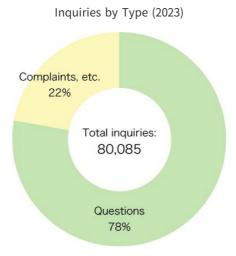
- > News Release: Lion Receives the Minister of State's Award in the Good Practices of Consumer-Oriented Management Aw
- > News Release: Kao and Lion Awarded the New Selection Committee Chairman's Commendation in the Good Practices of Consumer-Oriented Management Awards

Summary of Customer Inquiries in 2023

The Consumer Service Center receives an enormous volume of customer inquiries every year. In 2023, we received approximately 80,000 inquiries (excluding those sent to direct-to-consumer sales divisions), 99% of the previous year's volume. By content, questions about product use, retail outlets that carry Lion products, product quality, safety and other topics accounted for approximately 80% of all inquiries, while complaints and inquiries regarding problems and similar topics accounted for around 20%.

Going forward, we will continue aiming to provide an environment that facilitates customer inquiries while responding to inquires in a sincere and timely manner. Contact information for inquiries by phone or email is available on the customer su pport [Japanese] page of Lion's website.

Information regarding customer support is available here [Japanese].



Information Provision Leveraging Customer Feedback

To be able to solve our customers' questions and concerns anytime, anywhere—24 hours a day, 365 days a year, the customer support page of Lion's Japanese-language website offers answers and solutions to common customer questions and problems as well as examples of products improved based on customer feedback, attracting considerable customer traffic. In addition, we have introduced a service that allows customers to locate products and store locations, as well as a chatbot program.

Going forward, we will continue to provide useful information to customers.





Product Q&A on Lion's website
[Japanese]

Product and store locator service [Japanese]

Examples of products developed or improved based on customer feedback are available here [Japanese].

Proactive Utilization of Employees

Lion strives to hire and develop the necessary human resources and foster an open and frank corporate culture in order to create innovative products and services that provide a high level of value to customers.

Fostering a Corporate Culture that Leverages Customer Opinions

We are working to foster a corporate culture in which all employees think and act based on an understanding of the customer's perspective.

We hold events for new graduate hires and product development staff, etc., in which they listen to recordings of customer inquiry calls to experience hearing directly from customers. These events help participants understand the importance of the Company's contact points with customers and serve as an impetus to think about customer perspectives in their work. Furthermore, we report on the status of customer inquiries at regularly conducted meetings with planning and development departments and related divisions and operating sites (businesses and plants) and share such information internally.

Going forward, we will work to further enhance employee awareness in order to better provide products and services based on customer perspectives.



Employees listen to recordings of customer inquiry calls

Leveraging an Understanding of Consumer Perspectives in Our Operations

We are working to foster a corporate culture in which all employees think and act based on an understanding of the customer's perspective. As part of our response to Japan's severe demographic graying, we have a set of equipment that simulates the physical conditions of old age on hand at all times at the Consumer Service Center. By listening to feedback from our senior customers and wearing the simulation equipment while looking at product labels or holding product containers, we strive to deepen our customer insight and foster consideration and understanding of seniors and all customers among our human resources. These insights and considerations are put to use in product development, customer support and communications.

We are expanding the range of these efforts to include not only staff involved in product development, but the communicators that staff our phone lines, the Meisters of Daily Life engaged in communication efforts, and even new employees.



Meisters of Daily Life using equipment that simulates old age

Initiatives to Provide Support that Satisfies Customers

We hold phone service training in which customer support phone operators learn the skills to quickly and accurately understand and respond to the issues that customers seeking support have as well as a broad knowledge of Lion products and related topics. Specifically, we offer training in which operators discuss a wide range of case studies to mutually reinforce their skills, study groups focused on the health and living issues behind products, and training in pronunciation and word choice to make themselves easier for customers to understand over the phone in order to enhance communication.

We have the results of these activities evaluated by a third party and strive to provide service that will better satisfy customers.

Further Enhancing Quality and Customer Satisfaction

Lion monitors its corporate brand penetration with the help of a market research company. The survey shown below examines the likelihood of product users recommending Lion products and services, the degree to which they feel they need such products and their desire to and their preferences at the time of questioning (for the purposes of the study, the Lion product users targeted were male and female general consumers over the age of l6). We will continue to gather objective data on customer opinions in order to provide high-quality products and services.

	2018	2019	2020 ^{*1}	2021	2022
Overall number of survey respondents	752	784	783	773	783
Of these, current product users	644	64l	664	628	640
Response rate*2(%)	85.6	81.8	84.8	81.2	81.7
Recommendation rate*3(%)	43.6	43.l	47.6	40.0	44.7

Data from "Brand Strategy Survey," Nikkei Research Inc.

^{*}I Overall scores of hygiene product suppliers increased due to the COVID-I9 pandemic.

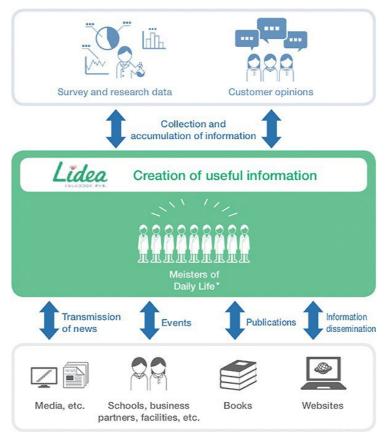
^{*2} Refers to the percentage of total survey respondents who reported that they currently use such products and services.

^{*3} Refers to the percentage of current users who intend to recommend the products and services.

Reinforcing the Provision of Information to Customers

Providing Useful Information for Daily Living and Promoting Educational Activities

Lion actively engages in communication with consumers with the aim of expanding our creation and dissemination of information that contributes to healthy and comfortable living.



^{*} Specialists who research and provide information useful for comfortable, healthy living

Initiatives of the Meisters of Daily Life

Lion's Meisters of Daily Life, career researchers with specialist expertise, are conducting the following activities in the fields of oral care, healthcare, hygiene, laundry and living care. Meisters of Daily Life research useful lifestyle information to make everyday life healthy and comfortable and share colorful living ideas through various media and events.

Communication with Customers through Workshops



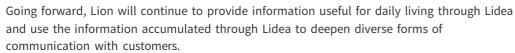
Oral care workshop at a junior high school (November 29, 2023)



Kaji x Kaji Happy Share Project Housework sharing seminar co- hosted by Taito Ward and Lion (December 2, 2023)

Communication with Customers Using the "Lidea" Lifestyle Information Website

Lidea is a lifestyle information website aimed at inspiring curiosity about living habits and helping users cherish each day by providing content about Lion products, the technologies behind them, and approaches to daily living. The site provides accurate information that is useful for consumers' daily living, presented mainly by the Meisters of Daily Life, lifestyle information specialists.





Lidea [Japa nese] http s://lidea.to day/

Sustainability Communication Booklet

To help consumers easily and enjoyably understand Lion's sustainability initiatives, Lion has created a booklet titled "Foundation of Daily Life: In Numbers" (in Japanese). The booklet uses numbers to illustrate a variety of social issues closely related to daily living and highlights the ways that Lion is working to help solve these issues through products, educational activities and communications.

The booklet is distributed at events related to health, cleanliness and hygiene, and the environment, where Lion comes into direct contact with consumers.



[Japanese]

Initiatives for Those with Visual Impairments

Lion has provided various information to those with visual impairments.

The Roots of Our Information Provision

Across Japan, Lion provides everyday household goods, such as detergents, toothpastes, toothbrushes, shampoos and household cleaners. We believe it is our mission to provide such products as well as clear information about them to all customers.



> The Roots of Our Information Provision [Japanese]

Sawatte Wakaru Tooth Brushing Book

In collaboration with Dai Nippon Printing Co., Ltd., Lion published the *Sawatte Wakaru Tooth Brushing Book*, a health guidebook incorporating universal design with tactile diagrams for the visually impaired.



☑ Sawatte Wakaru Tooth Brushing Book [Japanese]

Making Products Barrier Free

The page below highlights products developed incorporating a barrier-free perspective and products that visually impaired customers have commented are convenient based on their actual usage experience.



☑ Making Products Barrier Free [Japanese]

Timeline of Initiatives

The page below provides a timeline of Lion's initiatives aimed at addressing the needs of those with visual impairments.

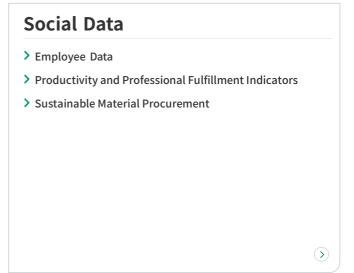


☑ Timeline of Initiatives [Japanese]

ESG Data and Third-Party Verification

ESG Data

Environmental Data Overview of Environmental Burden Created by Business Activities CO2, Energy Raw Material, Container and Packaging Material Water Waste Management of Chemical Substances Environmental Accounting Environmental Efficiency Production Site Environmental Data



Governance Data

- > Compliance E-learning Participation Rate
- The AL Heart Hotline Recognition Rate Among Employe es, Consultations and Reports
- > Product recalls from consumers or distributors

Third-Party Verification

- **>** Environment
- > Social

(>)

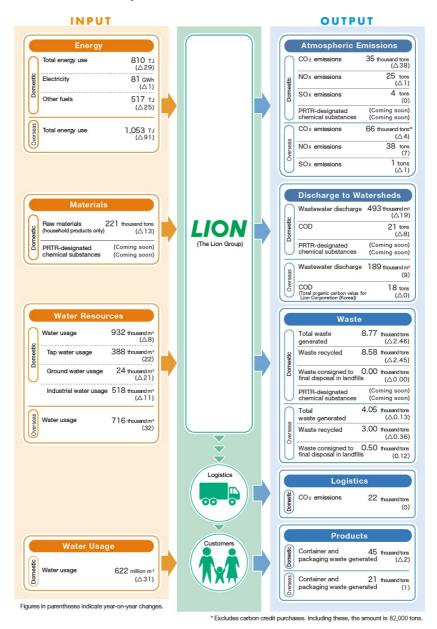
ESG Data and Third-Party Verification

Environment Social Governance

Third-Party Verification

Environmental Data

Overview of Environmental Burden Created by Business Activities



[Scope of Data] Lion and domestic and overseas consolidated subsidiaries

[Period Covered] January 2023 to December 2023: However, data for PRTR-designated chemical substances is for April 2023 to March 2024

CO₂, Energy

CO₂ Emissions from Business Activities

Domestic	Unit	2017	2020	2021	2022	2023
Absolute quantity	Thousand t-CO ₂	77	67	74	73	35
Reduction from 2017	%	_	_	5	5	54

Overseas	Unit	2017	2020	2021	2022	2023
Absolute quantity	Thousand t-CO ₂	89	89	78	70*1	66*1
Reduction from 2017	%	_	_	12	21	26

^{*1} Excludes carbon credit purchases. Including these, the amount was 85,000 tons in 2022 and 82,000 tons in 2023

 $^{^{\}star}\,$ The historical data contained an error, which has been corrected in the figures.

Domestic and overseas total	Unit	2017	2020	2021	2022	2023
Absolute quantity	Thousand t-CO ₂	166	156	151	143* ²	101*2
Reduction from 2017	%	_	_	9	14	39

^{*2} Excludes carbon credit purchases. Including these, 159,000 tons in 2022, a 4% reduction and 117,000 tons in 2023, a 29% reduction.

> More about related initiatives

Total Energy Consumption in Business Activities

	Unit	2020	2021	2022	2023
Domestic	TJ -	799	841	839	810
Overseas		1,139	1,275	1,143	1,053
Domestic and overseas total	TJ	1,938	2,116	1,982	1,862

st The historical data contained an error, which has been corrected in the figures.

> More about related initiatives

Total renewable and Non-Renewable Energy Consumption in Business Activities

		Unit	2020	2021	2022	2023	Target for 2023
	Domestic	CIAIL	222	233	232	145	_
Total non-renewable energy	Overseas	GWh	316	313	316	291	_
consumption	nption Domestic and overseas total	GWh	538	546	549	436	543
	Domestic		0.04	0.18	0.45	80	_
Total renewable energy	Overseas	GWh	0.01	42	1	1	_
consumption	Domestic and overseas total	GWh	0.05	42	1.8	81	_
Total renewable energy consumption/ total energy consumption	Domestic and overseas total	%	0.01	7.12	0.33	15.7	_

st The historical data contained an error, which has been corrected in the figures.

I Greenhouse Gas Emissions throughout the Supply Chain

		Unit	2017	2020	2021	2022	2023
Scope 1		%	1.5	1.4	1.6	1.4	1.4
Scope 2		%	2.1	1.9	1.5	1.8	1.1
	Purchased goods and services	%	21.8	23.1	23.6	23.7	24.8
	Capital goods	%	0.8	2.5	1.1	1.2	1.5
	Fuel- and energy-related activities not include in Scope 1 or Scope 2	%	0.4	0.6	0.6	0.6	0.6
	Upstream transportation and distribution	%	3.4	4.3	3.8	3.9	2.6
	Waste generated in operations	%	0.1	0.3	0.4	0.1	0.1
	Business travel	%	0.1	0.1	0.0	0.0	0.0
Scope 3	Employee commuting	%	0.1	0.0	0.1	0.0	0.1
	Downstream transportation and distribution	%	0.1	0.2	0.2	0.2	0.2
	Processing of sold products	%	5.3	1.8	2.0	2.2	2.5
	Use of sold products	%	54.3	52.9	54.6	54.3	52.1
	End-of-life treatment of sold products	%	9.6	10.2	9.9	10.0	12.5
	Investments	%	0.4	0.7	0.6	0.5	0.5
Total		Million t- CO ₂	4.61	4.82	4.91	5.03	4.65

 $[\]boldsymbol{\ast}$ The historical data contained an error, which has been corrected in the figures.

> More about related initiatives

Scope 1 and 2 Greenhouse Gas Emissions from Operating Sites

Domestic	Unit	2017	2020	2021	2022	2023
Scope 1	Thousand	22	19	21	21	20
Scope 2 (location basis)	t-CO ₂	55	50	52	52	50
Scope 1 + 2 (location basis) total	Thousand t-CO ₂	77	70	73	73	70
Scope 2 (market basis)	Thousand t-CO ₂	55	48	52	52	15
Scope 1 + 2 (market basis) total	Thousand t-CO ₂	77	67	74	73	35
Amount of carbon credits purchased	Thousand t-CO ₂	0	0	0	0	0

^{*} The historical data contained an error, which has been corrected in the figures.

Overseas	Unit	2017	2020	2021	2022	2023
Scope 1	Thousand	45	47	56	49	43
Scope 2 (location basis)	t-CO ₂	43	42	41	38	40
Scope 1 + 2 (location basis) total	Thousand t-CO ₂	89	89	97	87	83
Scope 2 (market basis)	Thousand t-CO ₂	43	42	22	36	38
Scope 1 + 2 (market basis) total	Thousand t-CO ₂	89	89	78	85	82
Amount of carbon credits purchased	Thousand t-CO ₂	0	0	0	16	16

 $^{^{\}star}$ The historical data contained an error, which has been corrected in the figures.

Domestic and overseas total	Unit	2017	2020	2021	2022	2023	Target for 2023
Scope 1	Thousand	67	66	77	70	63	69
Scope 2 (location basis)	t-CO ₂	98	93	93	90	90	87
Scope 1 + 2 (location basis) total	Thousand t-CO ₂	166	159	170	160	153	_
Scope 2 (market basis)	Thousand t-CO ₂	98	90	74	89	54	87
Scope 1 + 2 (market basis) total	Thousand t-CO ₂	166	156	151	159	117	_
Amount of carbon credits purchased	Thousand t-CO ₂	0	0	0	16	16	_

 $^{^{\}star}\,$ The historical data contained an error, which has been corrected in the figures.

Raw Material, Container and Packaging Material

Raw Material Usage (Domestic Household Products)

	Unit	2019	2020	2021	2022	2023
Raw material usage	Thousand tons	245	250	252	235	221

^{*} The historical data contained an error, which has been corrected in the figures.

> More about related initiatives

Container and Packaging Material Usage (Domestic Household Products)

	Unit	2019	2020	2021	2022	2023
Plastic	Thousand tons	20	20	19	20	20
Corrugated cardboard		26	27	27	27	27
Cardboard		6	5	5	5	5
Glass	tons	6	5	6	6	6
Metals		0.2	0.1	0.1	0.1	0.1
Total	Thousand tons	57	58	57	58	57

^{*} Only containers and packaging materials are included in calculations through FY2021; some product plastics are included beginning in FY2022

> More about related initiatives

Container and Packaging Material Usage (Domestic and Overseas Total Household Products)

	Unit	2019	2020	2021	2022	2023
Plastic		37	42	43	38	38
Corrugated cardboard		57	59	58	56	57
Cardboard	Thousand tons	9	13	13	7	7
Glass	toris	6	5	6	6	6
Metals		0.2	0.1	0.1	0	0
Total	Thousand tons	110	119	120	108	108

st The historical data contained an error, which has been corrected in the figures.

^{*} The historical data contained an error, which has been corrected in the figures.

Water

Water Usage (Water Withdrawal) in Business Activities

	Unit	2017	2020	2021	2022	2023
Domestic	Thousand	917	823	920	940	932
Overseas	m ³	670	713	704	683	716
Total	Thousand m ³	1,586	1,536	1,624	1,623	1,647

> More about related initiatives

| Water Usage (Water Withdrawal) by Source

		Unit	2017	2020	2021	2022	2023
	Domestic	Thousand	339	343	387	365	388
Tap water	Overseas	m ³	645	690	689	655	482
Total	Total	Thousand m ³	983	1,033	1,076	1,020	870
	Domestic	Thousand	538	479	507	529	518
Industrial water Overseas Total	Overseas	m ³	25	23	15	28	233
	Total	Thousand m ³	563	502	522	557	752
	Domestic	Thousand	38	0	25	44	24
Groundwater	Overseas	m ³	0	0	0	0	0
Glouituwatei	Total	Thousand m ³	38	0	25	44	24
	Domestic	Thousand	1	2	2	2	2
Dain water	Overseas	m ³	0	0	0	0	0
Rain water Total	Total	Thousand m ³	1	2	2	2	2

Wastewater Discharge in Business Activities

	Unit	2019	2020	2021	2022	2023
Domestic	Thousand	448	428	474	512	493
Overseas	m ³	190	183	211	180	189
Total	Thousand m ³	638	611	684	692	682

| Wastewater Discharge by Destination

		Unit	2021*	2022	2023
	Domestic	Th	302	322	302
Sewage systems	Overseas	Thousand m ³	64	74	85
	Total	Thousand m ³	366	396	387
	Domestic	TI	118	130	135
Sea area	Overseas	Thousand m ³	0	0	0
	Total	Thousand m ³	118	130	135
	Domestic	Thousand m ³	53	60	56
River	Overseas	Thousand m	44	5	6
	Total	Thousand m ³	97	65	62
	Domestic	Th	0	0	0
Other (industrial park treatment facilities)	Overseas	Thousand m ³	103	101	99
ractifices)	Total	Thousand m ³	103	101	99

^{*} Disclosed from 2021

| Breakdown of Water Use over the Lifecycles of Lion Products

	Unit	2020	2021	2022	2023
Raw material procurement	%	19.3	19.4	19.8	21.0
Production	%	0.1	0.1	0.1	0.1
Transport	%	0.0	0.0	0.0	0.0
Use by consumers	%	76.2	76.2	75.8	74.0
Disposal by consumers	%	4.4	4.3	4.3	4.9

> More about related initiatives

| Water Use over the Lifecycles of Lion Products

	Unit	2019	2020	2021	2022	2023
Water Usage	million m ³	2,178	2,273	2,291	2,303	2,228
Usage intensity per unit net sales	thousand m³/million yen	6.36	_	6.26	5.91	5.53
Decrease in usage intensity per unit net sales from 2017	%	0	_	2	7	13

Waste

Total Waste Generation, Total Waste Consigned to Final Disposal in Landfills and Total Resources Recovered

Domestic	Unit	2019	2020	2021	2022	2023
Total Waste Generation		8.59	10.43	9.08	11.22	8.77
Total Waste Consigned to Final Disposal in Landfills	Thousand tons	0.01	0.01	0.01	0.00	0.00
Total Resources Recovered		4.05	3.13	3.73	3.22	3.02

Overseas	Unit	2019	2020	2021	2022	2023
Total Waste Generation	Thousand tons	4.15	3.96	3.89	4.19	4.05
Total Waste Consigned to Final Disposal in Landfills		1.04	0.74	0.54	0.38	0.50
Total Resources Recovered		2.76	3.13	3.22	3.15	3.07

Domestic and overseas total	Unit	2019	2020	2021	2022	2023
Total Waste Generation	Thousand tons	12.74	14.39	12.97	15.41	12.82
Total Waste Consigned to Final Disposal in Landfills		1.05	0.75	0.54	0.38	0.50
Total Resources Recovered		6.81	6.26	6.95	6.37	6.10

> More about related initiatives

Waste Disposal by Method (Domestic + Overseas)

	Unit	2019	2020	2021	2022	2023
Recycled or reused		14.55	16.38	15.15	17.56	13.83
Landfill		1.05	0.81	0.65	0.38	0.50
Incinerated (with energy recovery)	Thousand tons	3.64	3.22	3.49	3.20	3.86
Incinerated (without energy recovery)	tons	0.09	0.13	0.46	0.44	0.76
Disposal method unknown		0.00	0.00	0.00	0.00	0.00

Industrial Waste Disposal Facility Maintenance and Management Data

Chiba Plant

- > 2024 Maintenance and Management Data (updated June 20, 2024) (PDF: 84KB) [Japanese]
- > 2023 Maintenance and Management Data (updated May 08, 2024) [Japanese]
- > 2022 Maintenance and Management Data (updated May 19, 2023) (PDF: 88KB) [Japanese]
- > 2021 Maintenance and Management Data (updated April 26, 2022) (PDF: 98KB) [Japanese]

Management of Chemical Substances

PRTR-Designated Substance Emissions (Domestic)

	Unit	2019	2020	2021	2022	2023
PRTR-Designated Substance Emissions	Tons	2	2	3	2	coming soon

PRTR-Designated Substance Emissions

> 2022 PRTR-designated substance emissions data for production sites (domestic group companies)

Emissions of Nitrogen Oxides (NO_X), Sulfur Oxides (SO_X) and Particulate Matter

Domestic	Unit	2019	2020	2021	2022	2023
Emissions of Nitrogen Oxides (NOx)		25	29	27	26	25
Emissions of Sulfur Oxides (SO _x)	Tons	3	4	3	3	4
Particulate Matter		1	1	1	1	0

Overseas	Unit	2019	2020	2021	2022	2023
Emissions of Nitrogen Oxides (NO _X)		107	71	33	3	38
Emissions of Sulfur Oxides (SOx)	Tons	1	2	1	3	1
Particulate Matter		13	8	58	26	26

Domestic and overseas total	Unit	2019	2020	2021	2022	2023
Emissions of Nitrogen Oxides (NO _X)		132	100	60	56	62
Emissions of Sulfur Oxides (SO _x)	Tons	5	6	5	6	5
Particulate Matter		15	9	59	28	26

VOC Emissions (Domestic)

	Unit	2019	2020	2021	2022	2023
Volatile organic compound (VOC) emissions	Tons	67	68	69	57	coming soon

COD in Business Activities

	Unit	2019	2020	2021	2022	2023
Domestic	Tons	18	20	22	28	21
Overseas		41	76	77	18	18
Total	Tons	59	96	100	47	39

> More about related initiatives

Environmental Accounting

Based on the Ministry of the Environment's guidelines, every year we calculate and disclose the environmental conservation cost and the economic benefits (real effect) of environmental conservation measures for the entire domestic Lion Group. (January 2023 to December 2023)

Breaking down total environmental conservation cost in 2023, although investment (capital expenditure) decreased approximately ¥1.1 billion and overall cost increased approximately ¥0.1 billion.

Environmental Conservation Cost

(Millions of yen)

		January 2023 to	December 2023
Category	Key activity	Investment	Cost
	Pollution prevention	87	220
	Global environmental conservation	546	3,838
Business area cost	Resource recycling	44	452
	Environmentally friendly products	1,637	2,628
Upstream/downstream cost	Container/packaging recycling	_	945
Administration cost	ISO 14001 registration, environmental education	0	657
R&D cost	R&D of environmentally friendly products, etc.	79	1,066
Social activity cost	Environmental improvement measures, donations to organizations	0	22
Environmental remediation cost	Pollution burden duties, etc.	0	1
		2,393	9,829
Domestic Group total	YoY	-1,073	97

Economic Benefit Associated with Environmental Conservation Measures

(Millions of yen)

Effects	YoY reduction
Cost reduction due to energy saving	-166.8
Cost reduction due to resource saving	85.0
Reduced water utility cost	43.8
Waste disposal reduction*	-55.4

^{*} Includes cost of sales of valuable waste

Environmental Efficiency

Every year, Lion calculates its environmental efficiency using the formula below to evaluate how efficient its business activities are in terms of the environmental burden they create. We continually strive to improve environmental efficiency.

| Environmental Efficiency and Monetary Value of Environmental Burden (comparison with 2005)

	Unit	2019	2020	2021	2022	2023
Monetary value of environmental burden (comparison with 2005)	%	79	84	84	90	78
Environmental efficiency		350	340	344	326	373

Production Site Environmental Data

- > Overseas consolidated subsidiaries (PDF: 56KB)

^{*} Environmental impact (harm) is calculated as a monetary amount using the Life-cycle Impact assessment Method based on Endpoint modeling (LIME).

ESG Data and Third-Party Verification

Environment Social Governance Third-Party Verification

Social Data

Employee Data

Scope: Employees of Lion Corporation (hereinafter referred to as "non-consolidated employees") and employees who work for affiliated companies or organizations while also being employed by Lion Corporation (hereinafter referred to as "employees on loan"). This includes executive officers not under delegated contracts, but excludes temporary, part-time and dispatched employees.

The Lion Group as a whole: Employees of domestic and overseas affiliated companies* in addition to non-consolidated and employees on loan.

- * Temporary, part-time and dispatched employees are not included.
- * Domestic and overseas affiliates included in calculations (16 companies):Lion Chemical Co., Ltd., Lion Expert Business Co., Ltd., Lion Specialty Chemicals Co., Ltd., Lion Hygiene Co., Ltd., Lion Pet Co., Ltd, Lion Engineering Co., Ltd., issua Company, Ltd., Lion Tomoni Co., Ltd., Lion Dental Products Co., Ltd., Lion Daily Necessities Chemicals (Qingdao) Co., Ltd., Lion Home Products (Taiwan) Co., Ltd., Lion Corporation (Korea), Lion Corporation (Singapore) Pte Ltd., Lion Corporation (Hong Kong) Ltd., Lion Corporation (Thailand) Ltd., Southern Lion Sdn.

Reference: 23 linked subsidiaries As of December 31 of each year

Diversity & Inclusion

		2019	2020	2021	2022	2023
		Employees				
Lion Corporation	Male	2,237	2,355	2,347	2,317	2,253
(including employees on loan)	Female	1,044	1,205	1,238	1,270	1,292
	Male	-	-	4,454	4,425	4,306
Lion Group	Female	-	-	2,944	2,979	2,976
		Female employe	e ratio			
Lion Corporation (including employees on loan)		31.8%	33.8%	34.5%	35.4%	36.6%
Lion Group		-	-	39.8%	40.2%	40.9%
		Ratios of employ	ees by age group			
	Below 30 y/o	-	16.0%	16.0%	16.0%	14.9%
Lion Corporation (including employees on loan)	30-50 y/o	-	47.0%	46.0%	46.0%	46.2%
(including employees on loan)	Over 50 y/o	-	37.0%	38.0%	38.0%	38.9%
	Below 30 y/o	-	21.0%	20.0%	19.0%	18.0%
Lion Group	30-50 y/o	-	52.0%	53.0%	53.0%	52.7%
	Over 50 y/o	-	27.0%	27.0%	28.0%	29.2%
		New hires (new	graduates)			
		*The historical figures.	data contained	an error, which	has been correct	ed in the
	Mala		42	F.4	45	25
Lion Corporation (including employees on loan)	Male	55	42 34	33	46 38	35
(including employees on loan)	Female		-	33	36	30
		New hires (mid-				
		*The historical figures.	data contained	an error, which	has been correct	ed in the
Lion Corporation	Male	12	6	20	7	17
(including employees on loan)	Female	4	12	13	14	8
Lion Corporation	Employees in management position	-	-	-	5	5
(including employees on loan)	Employees in non- management positions	-	-	-	14	20
				_	nent councils, or oth	ner
		mechanisms for	consultation betwe			
Lion Group	%	-	86.4%	86.4%	86.4%	86.4%
Lion Corporation		Ratio of employe	ees who are memb	ers of the above		
(including employees on loan)	%	-	66.2%	77.9%	65.9%	62.6%
Lion Group	%	-	73.4%	75.1%	72.9%	71.3%
		Re-hired retirees				
Lion Corporation	Number	207	243	293	343	462
(including employees on loan)	%	6.3%	6.8%	8.2%	9.6%	12.8%
		Temporary empl	oyees			
Lion Corporation (including employees on loan)	Number	400	196	130	104	78
		Employees with	disabilities			
Lion Corporation	Number	77	75	77	79	85
(including employees on loan)	%	2.8%	2.7%	2.7%*1	2.8%*1	2.9%*1
Lion Group	Number	-	94	127	131	135
Lion Group	%	_	1.3%	1.7%	1.8%	1.9%

		2019	2020	2021	2022	2023		
		Average service	years (excluding re	ehired retirees)				
Lion Corporation	Male	20.1	19.7	19.5	19.6	18.3		
(including employees on loan)	Female	15.1	14.0	14.1	14.2	13.1		
	,	Total employee	turnover rate ^{*2}					
Lion Corporation (including employees on loan)		4.6%	2.4%	2.8%	3.3%	3.1%		
(including employees on loan)		Voluntary emplo	yee turnover rate					
Lion Corporation (including employees on loan)		2.1%	1.2%	2.3%	1.6%	2.0%		
Lion Group		-	3.0%	4.9%	5.5%	5.8%		
		Employees who	resigned within th	ree years of enteri	ing the Company			
Lion Corporation	Number	8	10	4	6	11		
(including employees on loan)	%	0.3%	4.0%	1.6%	2.4%	4.4%		
		Percentage of fe	male employees ir	n management po	sitions*3			
Lion Corporation	Number	81	83	93	98	127		
(including employees on loan)	%	9.2%	9.1%	10.3%	11.1%	14.2%		
	Number	-	-	289	267	334		
Lion Group	%	-	-	20.4%	19.6%	23.5%		
	Percentage of fe Management)	Percentage of female employees in top-level management positions (Senior						
Lion Corporation	Number	-	-	2	2	3		
(including employees on loan)	%	-	-	12.5%	9.1%	12.5%		
	Number	-	-	47	44	44		
Lion Group	%	-	-	40.2%	38.9%	39.3%		
	,	Percentage of fe	male employees in	n low- and mid-lev	el management pos	itions		
Lion Corporation	Number	-	-	91	96	124		
(including employees on loan)	%	-	-	10.3%	11.2%	14.2%		
	Number	-	-	242	223	290		
Lion Group	%	-	-	18.6%	17.8%	22.1%		
		Percentage of fe	male employees ii	n junior managem	ent positions*4			
Lion Corporation	Number	-	-	163	180	160		
(including employees on loan)	%	-	-	27.8%	31.4%	32.0%		
	Number	-	-	232	231	233		
Lion Group	%	-	-	28.1%	30.2%	26.3%		
		Percentage of fer	male employees in	management posi	tions with revenue-g	enerating		
Lion Corporation	Number	-	-	36	37	42		
(including employees on loan)	%	-	-	9.9%	10.5%	12.8%		
	Number	-	-	154	147	155		
Lion Group	%	-	-	24.0%	23.1%	25.2%		
		Percentage of fe	male employees ir	n STEM-related po	sitions			
Lion Corporation	Number	-	-	19	19	32		
(including employees on loan)	%	-	-	11.8%	12.3%	14.7%		
	Number	-	-	39	40	58		
Lion Group	%		_	16.8%	16.3%	18.8%		

		2019	2020	2021	2022	2023
		The percentage of employees	of average salary of	female employees	s against that of ma	le
	Male directors	-	100%	100%	100%	100%
	Female directors	-	-	-	-	-
	Male external directors	-	100%	100%	100%	100%
	Female external directors	-	100%	100%	100%	100%
Lion Corporation	Male employees in management positions	-	100%	100%	100%	100%
(including employees on loan)	Female employees in management positions	-	89%	89%	93% ^{*5}	92% ^{*5}
	Male employees in non-management positions	-	100%	100%	100%	100%
	Female employees in non-management positions	-	76%	79%	79% ^{*5}	81%*5
	Male employees in management positions	-	100%	100%	100%	100%
	Female employees in management positions	-	88%	93%	97%	91%
Lion Group	Male employees in non-management positions	-	100%	100%	100%	100%
	Female employees in non-management positions	-	90%	91%	89%	92%
		Regionally based	d employees			
	Users	17	2	0	8	9

^{*1} Uses the standard calculation for the domestic hiring rate

> More about related initiatives

^{*2} Total employee turnover rate number should be the sum of the Voluntary employee turnover and the involuntary employee turnover rate (such as retirement, end of term, or death)

^{*3} Total of those in top-level (equivalent to Executive General Managers, Deputy Executive General Managers, etc., excluding the CEO and directors) and mid-level and low-level (equivalent to General Managers, managers, etc.) management positions

^{*4} Equivalent to supportive roles, such as assistant managers, etc.

^{*5} Verified by a third party

Work-Life Enrichment

		2019	2020	2021	2022	2023					
		Employees who took	childcare leave		•						
Lion Corporation	Male	13	32	54	55	57					
(including employees on loan)	Female	61	78	84	77	89					
·		Employees who took	shorter work hours for	or childcare							
Lion Corporation	Male	0	0	0	0	0					
(including employees on loan)	Female	66	77	78	65	74					
		Average overtime per month [hours]									
Lion Corporation (including employees on load	n)	11.2	9.2	12.5	13.8	12.4					
		Annual paid leave us	sed								
Lion Corporation (including employees on load	n)	74.0%	68.0%	65.9%	69.2%	74.8%					
		Volunteer leave used									
Lion Corporation	Users (total)	15	0	0	0	0					
(including employees on loan)	Days taken	19	-	-	-	-					
		Employee Awareness and Behavior Survey Employees who take pride in their work*									
	Overall response rate	85.8%	83.0%	84.3%	89.5%	93.5%					
	Overall	95.7%	97.3%	80.5%	77.1%	74.5%					
	Male	96.5%	97.5%	84.3%	78.2%	76.4%					
	Female	94.3%	96.8%	77.0%	78.1%	75.4%					
	Below 30 y/o	94.0%	95.3%	74.9%	71.9%	75.2%					
Lion Corporation	30-39 y/o	93.9%	96.7%	78.9%	76.9%	70.6%					
(excluding employees on	40-49 y/o	96.1%	96.8%	79.0%	75.9%	72.8%					
loan)	50-59 y/o	95.7%	97.9%	84.6%	79.5%	76.7%					
	60 y/o and above	98.0%	97.2%	85.4%	82.1%	78.4%					
	Non-management positions	94.4%	96.6%	77.5%	74.9%	72.1%					
	Management Positions (Including executives)	98.7%	98.8%	89.6%	85.1%	82.1%					

^{*} The survey options were changed starting in 2021 for the purpose of more rigorously assessing the current situation and aiming for a better state of affairs.

> More about related initiatives

l Developing Human Resources

		2019	2020	2021	2022	2023		
		Average hours per	FTE of training and de	evelopment				
Lion Corporation (including employees o	n loan)	-	14.6	52.8 ^{*1}	58.1	50.2		
Lion Group	Lion Group		12.1	31.0 ^{*1}	34.9	32.1		
		Average hours per FTE of training and development breakdown						
	Employees below 30 y/o	-	-	97.7	93.1	80.4		
	Employees 30–50 y/o	-	-	49.3	55.2	56.7		
	Employees 50 y/o and above	-	-	54.5	46.3	31.0		
Lion Corporation	Male	-	-	49.2	66.9	54.4		
(including employees on loan)	Female	-	-	59.8	41.9	43.0		
OII (Odii)	Top management positions	-	-	39.7	281.5	48.2		
	Low- and mid-level management positions	-	-	83.3	128.5	79.0		
	Junior management positions	-	-	42.9	18.7	67.4		
	Employees below 30 y/o	-	-	44.2	44.1	43.7		
	Employees 30–50 y/o	-	-	26.3	31.7	32.8		
	Employees 50 y/o and above	-	-	36.6	34.1	23.7		
	Male	-	-	30.1	40.9	35.6		
Lion Group	Female	-	-	30.3	26.1	26.9		
	Top management positions	-	-	21.1	63.8	29.3		
	Low- and mid-level management positions	-	-	60.4	95.0	58.2		
	Junior management positions	-	-	33.4	16.8	47.8		
		Average amount sp	ent per FTE on traini	ng and development				
Lion Corporation (including employees o	n loan)	-	¥52,300	¥67,100	¥94,800	¥74,793		
Lion Group		-	¥29,300	¥36,700	¥51,400	¥43,992		
		Average amount sp	ent per FTE on traini	ng and development	breakdown			
	Employees below 30 y/o	-	-	¥67,100	¥288,300	¥107,671		
	Employees 30–50 y/o	-	-	¥107,700	¥82,900	¥103,211		
	Employees 50 y/o and above	-	-	¥24,100	¥27,700	¥28,557		
Lion Corporation	Male	-	-	¥70,800	¥98,300	¥76,049		
(including employees	Female	-	-	¥60,000	¥87,500	¥72,602		
on loan)	Top management positions	-	-	¥65,000	¥643,500	¥562,378		
	Low- and mid-level management positions	-	-	¥105,000	¥176,600	¥119,545		
	Junior management positions	-	-	¥44,000	¥182,900	¥62,361		
	Employees below 30 y/o	-	-	¥43,500	¥120,000	¥48,381		
	Employees 30–50 y/o	-	-	¥46,700	¥40,700	¥52,257		
	Employees 50 y/o and above	-	-	¥16,900	¥20,400	¥22,207		
	Male	-	-	¥41,300	¥55,900	¥45,954		
Lion Group	Female	-	-	¥29,200	¥41,900	¥38,129		
	Top management positions	-	-	¥33,700	¥108,200	¥168,668		
	Low- and mid-level management positions	-	-	¥76,800	¥127,600	¥87,895		
	Junior management positions	-	-	¥33,500	¥139,200	¥44,186		

		2019	2020	2021	2022	2023
		Type of individual	performance appraisa	l		
	Top management positions	-	Introduced	Introduced	Introduced	Introduced
Coverage of the MBO	Low- and mid-level management positions	-	Introduced	Introduced	Introduced	Introduced
system ^{*2} at Lion Corporation	Junior management positions	-	Introduced	Introduced	Introduced	Introduced
	Employees in non- management positions	-	Introduced	Introduced	Introduced	Introduced
	Top management positions	-	55.7%	57.3%	53.3%	59.8%
Coverage of the MBO	Low- and mid-level management positions	-	95.4%	95.5%	94.8%	94.7%
system*2: % of all employees	Junior management positions	-	94.6%	94.9%	94.4%	97.6%
	Employees in non- management positions	-	62.1%	63.6%	66.2%	69.4%
		Percentage of oper	n positions filled by ir	nternal candidates (in	ternal hires)*3	
Lion Corporation (including employees on loan)		-	88.5%	69.0%	89.1%	95.1%
Lion Group		-	49.2%	55.7%	67.6%	82.5%

 $^{^{\}star}1$ Figures for 2021 increased due to the inclusion of divisional training and development hours

> More about related initiatives

^{*2} MBO: Management by Objectives

^{*3} Percentage of internal hires: Internal hires / (external mid-career hires + internal hires)

Improving Employee Health

			2020年	2021年	2022年	2023年
		Rate of employees getting regular health checkups	100.0%	100.0%	99.8%	99.9%
		Rate of employees getting necessary follow-up examinations	58.0%	59.6%	59.4%	55.7%
		Rate of employees requiring specific health guidance (ages 40 and over)*	17.8%	16.8%	15.8%	_
	Physical health	Rate of employees requiring specific health guidance (ages 40 and over)*	74.9%	83.6%	79.4%	_
		Rate of employees with metabolic syndrome (ages 40 and over)	13.6%	14.3%	13.6%	12.9%
		Rate of employees who fall into the pre-metabolic syndrome group (ages 40 and over)	14.7%	14.4%	12.1%	13.4%
		Rate of employees maintaining a healthy body weight	69.4%	66.9%	67.5%	67.7%
	Living habits	Employee nonsmoker rate	81.7%	82.6%	83.1%	83.6%
Lion Corporation (including		Rate of employees who habitually exercise	23.7%	24.8%	26.1%	26.1%
employees on loan)		Proportion of employees who are sufficiently rested after sleep	66.0%	67.4%	68.0%	66.9%
		Proportion of employees who eat breakfast habitually	80.7%	75.8%	75.3%	74.4%
		Suitable rate for employees who habitually drink alcohol	83.0%	84.5%	83.0%	89.2%
	Mandal baskl	Stress level check implementation rate	98.2%	94.7%	97.5%	98.3%
	Mental health	Rate of employees with high stress levels	7.9%	9.2%	8.7%	9.5%
		Proportion of employees who respond that they "mostly understand" or "understand well" their health checkup results	89.8%	89.8%	91.2%	90.8%
	Health literacy	Proportion of employees who respond that they "know what to do" or "mostly know what to do" to improve their health based on their health checkup results	86.3%	87.2%	88.6%	88.6%

^{*1} Figures calculated by health insurance society (insured persons of the entire group)

Productivity and Professional Fulfillment Indicators

			2020	2021	2022	2023	Target 2030
		Performance(Presenteeism)*	74.5%	86.7%	84.7%	85.9%	85.0% or more
	Productivity	Rate of absence due to illness or poor health(Absenteeism)*2	0.8%	0.7%	0.8%	0.9%	Decrease in 2021 (0.7%)
Lion Corporation		Work engagement	2.7	2.6	2.6	2.4	3.0 or more
(including employees on loan)	Professiona l	Proportion of employees that respond that they are "satisfied" or "mostly satisfied" with their jobs	74.3%	71.8%	75.4%	69.4%	-
	fulfillment ^{*3}	Proportion of employees that respond "I believe so" or "I somewhat believe so" to the statement "My job is professionally fulfilling"	76.3%	74.8%	71.2%	73.2%	-

^{*1} Presenteeism: A condition in which a person goes to work while suffering from some disease or symptom and has reduced work performance and labor productivity.

Measured using SPQ (University of Tokyo 1-item version), 2023 Number of respondents: 3,372, Response rate: 97.6%.

^{*2} Absenteeism: sick leave, state of being absent from work due to illness

Absence rate = number of days lost/total number of days worked (calculated from work information)

^{*3} Work engagement: measured using stress check (Work Engagement: average score of 2 questions on a 4-point scale) 2023 Number of respondents: 3,388, response rate: 98.3%

Sustainable Material Procurement

Switching rate to RSPO-certified products for key raw materials (Domestic)

2019	2020	2021	2022	2023
14%	93%	93%	99%	99%

> More about related initiatives

Procurement rate of third-party certified paper from domestic paper manufacturers for key products

2019	2020	2021	2022	2023
96%	98%	98%	99%	98%

> More about related initiatives

Number of primary suppliers who filled out self-checks questionnaires and Response Rate

	2019	2020	2021	2022	2023
Number of suppliers	585	574	502	474	436
Response Rate	99%	100%	100%	96%	96%

> More about related initiatives

Key Suppliers

	2019	2020	2021	2022	2023
Number of key suppliers	90	90	90	90	90
Percentage of key suppliers among primary suppliers	15.4%	15.7%	17.9%	17.9%	19.3%
Portion of purchasing that is from key suppliers (monetary basis, among all primary suppliers)	80%	89%	89%	89%	89%

> More about related initiatives

ESG Data and Third-Party Verification

Environment

Social

Governance

Third-Party Verification

Governance Data

Scope: Lion Corporation + domestic Group companies

Compliance E-learning Participation Rate

2019	2020	2021	2022	2023
100%	99.5%	99.2%	98.1%	96.2%

> More about related initiatives

The AL Heart Hotline Recognition Rate Among Employees

2019	2020	2021	2022	2023
98.6%	99.5%	99.0%	99.4%	99.5%

AL Heart Hotline Consultations and Reports

	2019	2020	2021	2022	2023
Harassment	11	8	12	13	17
Personnel and labor management issues	11	7	5	9	7
Others	3	58	2	3	13

> More about related initiatives

Product recalls* from consumers or distributors

Scope: Lion Corporation

2019	2020	2021	2022	2023
0	0	0	0	0

ESG Data and Third-Party Verification

Environment

Social

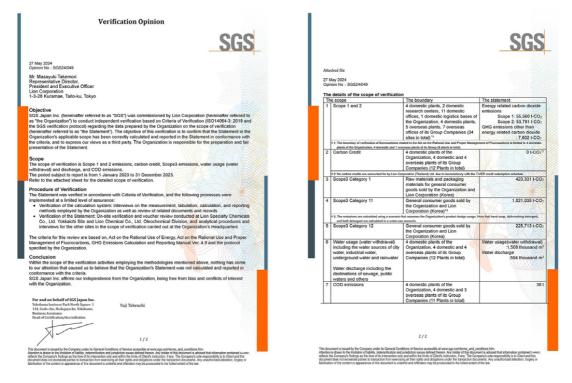
Governance

Third-Party Verification

Conducting Third-Party Verification (Environment)

To ensure the transparency and accuracy of its environmental data, the Lion Group has undergone third-party verification regarding data on its greenhouse gas emissions (Scope 1, Scope 2 and main Scope 3 categories) and water withdrawal and discharge from SGS Japan Inc. Most recently, the Group obtained third-party verification opinions regarding its environmental data for 2023.

Going forward, we will utilize third-party verification and work continuously to improve accuracy.



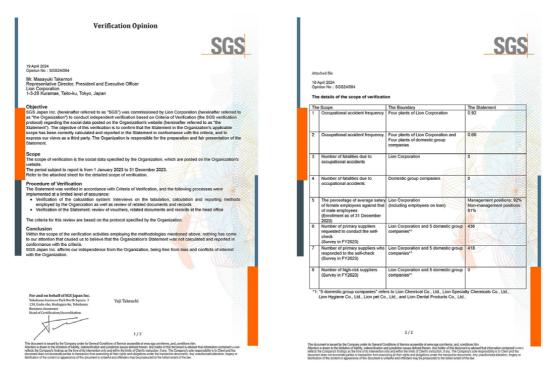
Verification Opinion

> Verification Opinion (PDF: 732KB)

Conducting Third Party Verification (Society)

To ensure the transparency and accuracy of its social data (Occupational accident frequency, number of fatalities due to occupational accidents, percentage of average salary of female employees against that of male employees and evaluation of raw material suppliers), Lion has undergone third-party verification by SGS Japan Inc. Most recently, the Company obtained third-party verification opinions regarding its social data for 2023.

Going forward, we will utilize third-party verification and work continuously to improve accuracy.



Verification written opinion

> Verification opinion (PDF: 730KB)

Integrated Report & Sustainability

- ▼ Integrated Report 2024
 ▼ Lion Sustainability Website 2024
 ▼ PDF>
 ▼ Back Numbers
- ✓ Lion's Sustainability: SDG-Related Initiatives
 ✓ Lion Sustainability Communication Book [Japanese]
- ▼ Lion Eco Pamphlet [Japanese]
 ▼ "Hygiene and Health Care in Times of Disaster"book [Japanese]

Integrated Report 2024

(January 1-December 31, 2023)



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Please share your thoughts and feedback

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Our Purpose

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- Generating Social and Economic Value through the Creation of Oral Care Habits
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- Vision2030 and the Medium-term Management Plans

Three Growth Strategies

ullet 1. Accelerate Growth in Four Fields of Value Creation

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Infection Control

Smart Housework

Expansion of the Overseas Business

Research and Development

Intellectual Property

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- Corporate Overview and Stock Information

Lion Sustainability Website 2024 < PDF>



> Download All Pages (37.5MB)

Selected Pages

- > Contents (73.5KB)
- > Management Message (353KB)
- > Lion's Sustainability (1.25MB)
- > Together with the Environment (7.96MB)
- > Creating Healthy Living Habits (13.0MB)
- > Together with Employees (5.16MB)
- > Respect for Human Rights (598KB)
- > Together with Supply Chains (558KB)
- > Ensuring Product Safety and Reliability 🖭 (1.88MB)
- > ESG Data / Third-Party Verification (2.18MB)
- > Integrated Report & Sustainability (421KB)
- > Dialogue and Evaluation (2.21MB)
- > Editorial Policy and Guideline Reference Tables (250KB)
- > Lion's SDG-Related Initiatives (662KB)

2023 Back Number

2022 Back Number

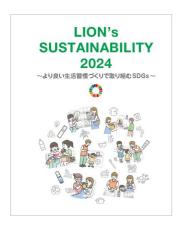
> Lion Sustainability Website 2022 < PDF > (36.5MB)

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> Integrated Report 2023 (7.82MB) Subject Period: January 1, 2022 to December 31, 2022 📴 > Integrated Report 2022 (10.0MB) Subject Period: January 1, 2021 to December 31, 2021 en > Integrated Report 2021 (10.3MB) Subject Period: January 1, 2020 to December 31, 2020 📴 > Integrated Report 2020 Sustainability (6.3MB) Subject Period: January 1, 2019 to December 31, 2019 📴 > Sustainability Report 2019 Full Book (8.4MB) Subject Period: January 1, 2018 to December 31, 2018 > Sustainability Report 2018 Full Book (10MB) Subject Period: January 1, 2017 to December 31, 2017 📴 > CSR Report 2017 Full Book (10.6MB) Subject Period: January 1, 2016 to December 31, 2016 📴 > CSR Report 2016 Full Book (16.7MB) Subject Period: January 1, 2015 to December 31, 2015 📴 > CSR Report 2015 Full Book (13.3MB) Subject Period: January 1, 2014 to December 31, 2014 en > CSR Report 2014 Full Book (8.6MB) Subject Period: January 1, 2013 to December 31, 2013 en > CSR Report 2013 Full Book (8.6MB) Subject Period: January 1, 2012 to December 31, 2012 🔤 > CSR Report 2012 Full Book (10.8MB) Subject Period: January 1, 2011 to December 31, 2011 📴 > CSR Report 2011 Full Book (11.9MB) Subject Period: January 1, 2010 to December 31, 2010 📴 > CSR Report 2010 Full Book (14.1MB) Subject Period: January 1, 2009 to December 31, 2009 🔤 > CSR Report 2009 Full Book (3.7MB) Subject Period: January 1, 2008 to December 31, 2008 est > CSR Report 2008 Full Book (3.1MB) Subject Period: January 1, 2007 to December 31, 2007 en

Lion's Sustainability: SDG-Related Initiatives

2024



- > A3-size LION's SUSTAINABILITY 2024 (for viewing) [Japanese] 🖭 (11.7MB)
- > A4-size LION's SUSTAINABILITY 2024 (for printing) [Japanese] 🚾 (11.8MB)
- *Click URLs in the PDF to jump to related videos and web pages.

2023 Back Number

> Lion's Sustainability: SDG-Related Initiatives 2023 of (10.8MB)

2022 Back Number

> Lion's Sustainability: SDG-Related Initiatives 2022 € (11.0MB)

2021 Back Number

> Lion's Sustainability: SDG-Related Initiatives 2021 [6.8MB]

Lion Sustainability Communication Booklet

"Foundation of Daily Life: In Numbers"



Lion Eco Pamphlet

This pamphlet uses graphs and illustrations to explain Lion's environmental initiatives.



> Lion Eco Pamphlet [Japanese] (PDF: 5.02MB)

"Hygiene and Health Care in Times of Disaster"book

This PDF offers information on hygiene and health care amid disasters. The PDF explains the importance of hand cleanliness care and oral care in times of disaster and provides helpful advice on preparing for emergencies and food safety in disaster situations.

Information for families on disaster preparedness and caring for young children, the elderly and people with disabilities in the event of a disaster is also included.



> Six-page version: Print and fold at the center. [Japanese]

Initiatives and External Evaluations

- → Participation in Initiatives
- ▼ Status of Inclusion in SRI Indices
- Evaluations and Certifications

Participation in Initiatives

The United Nations Global Compact (UNGC) is a global initiative in which companies and organizations take action as upstanding members of society by exercising responsible, productive leadership to realize sustainable growth. Participating companies and organizations are asked to uphold and put into action ten principles in the four areas of "Human Rights," "Labour," "Environment" and "Anti-Corruption."



The Ten Principles of the UN Global Compact

	The Ten Timesples of the Oliveropat Compact
Human Rights	Principle 1: Business should support and respect the protection of internationally proclaimed human rights; and
	Principle 2: Make sure that they are not complicit in human rights abuses.
Labour	Principle 3: Business should uphold the freedom of association and the effective recognition of the right to collective bargaining;
	Principle 4: The elimination of all forms of forced and compulsory labour;
	Principle 5: The effective abolition of child labour; and
	Principle 6: The elimination of discrimination in respect of employment and occupation.
Environment	Principle 7: Business should support a precautionary approach to environmental challenges; Principle 8: Undertake initiatives to promote greater environmental responsibility; and
	Principle 9: Encourage the development and diffusion of environmentally friendly technologies.
Anti-Corruption	Principle 10: Business should work against corruption in all its forms, including extortion and bribery.

Lion announced its support for the UNGC in 2009 and takes part in related initiatives. Furthermore, Lion is a member of the Global Compact Network Japan (GCNJ)[Japanese] [2], a local network of the UNGC. The CGNJ has subcommittees aimed at promoting the CSR activities of its member companies. Lion participates in the Supply Chain, Environmental Management, HRDD and SRI/ESG subcommittees. The subcommittees share information on the latest CSR-related developments through lectures by experts and examples of initiatives at participating companies. They also prepare various publications to support the CSR efforts of diverse corporate actors based on the experience of the participating companies across a wide range of industries.

Publications Lion Has Helped Prepare

Supply Chain Subcommittee

☐ Introductory text on CSR procurement (bringing CSR to the supply chain) [Japanese]

☑ CSR procurement self-assessment tool set [Japanese]

Others

- > Participation in External Environmental Initiatives
- > Participation in Pharmaceutical Product Safety Initiatives
- > Participation in External Supply Chain Initiatives
- > Participation in External Human Rights Initiatives

Status of Inclusion in SRI Indices

In addition to financial considerations, Lion works to address environmental, social and governance issues. Lion has been selected for inclusion in leading socially responsible investing (SRI) indices in and outside Japan, namely the FTSE4Good Global Index (based in the UK) and the Dow Jones Sustainability Asia/Pacific Index (U.S.A. and Switzerland). We are also included in the ESG indices used by Japan's Government Pension Investment Fund (GPIF): the FTSE Blossom Japan Index, the FTSE Blossom Japan Sector Relative Index, MSCI Japan ESG Select Leaders Index, MSCI Japan Empowering Women Index (WIN), S&P/JPX Carbon Efficient Index and Morningstar Japan ex-REIT Gender Diversity Tilt Index. Inclusion in these indices indicates that Lion is recognized globally as a highly trustworthy company that meets high standards of corporate ethics and corporate social responsibility.

2024

July 2024



MSCI Japan ESG Select Leaders Index

2024 CONSTITUENT MSCI JAPAN ESG SELECT LEADERS INDEX

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An index developed by U.S.-based MSCI that selects Japanese companies with excellent ESG performance.

[김 MSCI Japan ESG Select Leaders Index

> News Release

July 2024

MSCI Japan Empowering Women Index (WIN)

2024 CONSTITUENT MSCI JAPAN EMPOWERING WOMEN INDEX (WIN)

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THE INCLUSION OF LION CORPORATION IN

An index developed by U.S.-based MSCI that selects for Japanese companies that promote the professional participation and advancement of woman and earn high gender diversity scores. Lion has been included in this index for eight consecutive years beginning in 2017.

☑ MSCI Japan Empowering Women Index (WIN)

> News Release

July 2024

FTSE Blossom Japan Sector Relative Index



FTSE Blossom Japan Sector Relative Index

FTSE Russell (registered trademark of FTSE International Limited and Frank Russell Company) hereby confirms that Lion Corporation has been independently assessed and found to satisfy the requirements for inclusion in the FTSE Blossom Japan Sector Relative Index. The FTSE Blossom Japan Sector Relative Index is widely used in the creation and evaluation of sustainable investment funds and other financial products.

An index developed by U.K.-based FTSE Russell that reflects the performance of Japanese companies that demonstrate strong ESG practices relative to their respective sectors.

Lion was included in this index for three consecutive years beginning in 2022.

☐ FTSE Blossom Japan Sector Relative Index

> News Release

July 2024

FTSE Blossom Japan Index



FTSE Blossom Japan An index developed by U.K.-based FTSE Russell that selects Japanese companies with outstanding ESG performance. Lion has been included in this index for eight consecutive years beginning in 2017.

☑ FTSE Blossom Japan Index

> News Release

July 2024

FTSE4Good Global Index



An index developed by U.K.-based FTSE Russell that evaluates companies' sustainability from ESG perspectives and selects companies that meet its standards.

Lion has been included in this index for 17 consecutive years beginning in 2008.

☑ FTSE4Good Global Index

> News Release

June 2024

S&P/JPX Carbon Efficient Index



An index comprising the companies in the Tokyo Stock Price Index (TOPIX) that weights said companies based on their disclosure of environmental data and carbon efficiency (carbon emissions per unit of net sales). Japan's Government Pension Investment Fund (GPIF) has used this index since 2018.

Lion has been included in this index since its establishment in 2018.

☑ S&P/JPX Carbon Efficient Index

> News Release

June 2024

SOMPO Sustainability Index



An index operated by Sompo Asset Management Co., Ltd. Every year, approximately 300 companies are selected for this index, which Sompo Asset Management uses for its SOMPO Sustainable Management investment product.

Lion was selected for inclusion in the SOMPO Sustainability Index in recognition of its ESG initiatives for four consecutive years beginning in 2021.

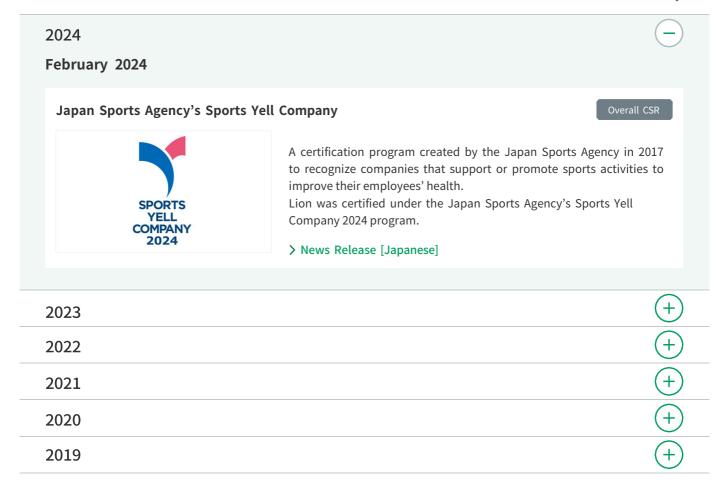
SOMPO Sustainability Index [Japanese]

2023	+
2022	+
2021	+
2020	+
2019	+

Evaluations and Certifications

Our environmental, logistics and human resources initiatives have been highly evaluated by governmental and other external institutions.

As of February 2024



Stakeholder Engagement

Approach

Lion's Main Stakeholders

✓ Stakeholder Engagement

✓ Stakeholder Dialogue

Approach

The Lion Group recognizes the importance of meeting the expectations and demands of stakeholders. To that end, mutual understanding with our stakeholders is essential for us to continue our sustainable growth. We strive to actively engage stakeholders in dialogue and collaboration by through various forms of communication.

We value and take seriously our stakeholders' opinions and suggestions. After analyzing and reviewing them internally, we incorporate them into our future corporate activities to further improve our sustainability efforts.

Lion's Main Stakeholders

Lion considers its main stakeholders to be its shareholders, investors, customers (consumers) and business partners, as well as municipalities, governments, non-profit organizations, local communities and employees.



Stakeholder Engagement

To ensure that it will be able to continue to contribute to society, Lion listens carefully to the opinions of stakeholders and promotes stakeholder engagement* via the following communication methods. The opinions we receive are reported to management and the relevant departments and are utilized in our business activities.

* The process in which a company actively engages with its stakeholders through dialogue and other means to achieve mutually acceptable outcomes in order to fulfill its corporate social responsibility (see the Japan Business Federation's Implementation Guidance on Charter of Corporate Behavior, 7th Edition)

Main Stakeholder Communication Methods

Putting Our Purpose into Practice: "Make a difference in everyday lives by redesigning habits: ReDesign"

Stakeholder	Major responsibilities	Main engagement opportunities	
Shareholders and investors	 Business growth (sales and profit) Returning profits to shareholders Sound and transparent management Accountability and constructive dialogue Effective corporate governance Enhancing disclosure content Timely disclosure of management-related information 	 Annual Meeting of Shareholders, Annual Meeting of Shareholders convocation notice Financial results briefings Briefings for individual investors and institutional investors IR tours: Individual interviews with overseas institutional investors and analysts Website: Investor Relations and News Release sections 	
	Proactive disclosure of financial and non- financial information	Integrated Report	
	Redesigning habits	Promotional activities and exhibition events	
	Safe and reliable manufacturing	Factory tours	
Customers (consumers)	Product development emphasizing the consumer's perspective	Consumer research: group interviews, monitoring surveys	
	Supplying superior products and services useful for everyday living	Commercials, in-store shopping, online shopping	
	Promoting information useful for everyday living	Lion's website and social media	
	Appropriate, sincere customer service	Customer support	

Stakeholder	Major responsibilities	Main engagement opportunities	
	 Suppliers (raw material manufacturers, production contractors) Establishing supply chain management that takes human rights and the environment into consideration Responsible raw material procurement 	 Self-checks/feedback based on the Lion Group Supplier CSR Guidelines Compliance consultation and whistle- blowing system (AL Heart Hotline) 	
Business partners	 Retail stores, wholesalers Building relationships of trust through fair and equitable trade Stable supply of products Proposing value-added products and services that meet consumer needs Contributing to the revitalization of markets in each category 	 New product briefings, product seminars Lion network, wholesaler meetings Sales floor strategy proposal meetings, merchandising meetings Collaborative events and fairs Collaborative environmental initiatives 	
	Appropriate dialogue with supervisory authorities	Councils, committees, opinion exchange meetings, personnel exchanges	
Governments and municipalities	Collaboration to resolve local social issues	Conclusion of agreements, collaborative events and initiatives	
	Building and maintaining equitable and sound relationships	Debriefings and information exchange meetings	
Non-profit organizations	Collaborative, cooperative support for solving social and environmental issues	 Conclusion of agreements, collaborative events and initiatives Opinion exchange meetings Support through monetary and product donations 	
	Solving social and economic issues	Social contribution activities and participation in the local community	
Local communities	Contributing to regional revitalization and development and collaboration with local communities	Connecting with local residents through events	
	 Promoting health and educating the next generation on hygiene and cleanliness Proposing educational curriculums Environmental education Consideration for the natural environment	 Health seminars Disaster relief Supporting science classes Forest maintenance activities Environmental beautification activities	
	Biodiversity conservation	Conservation activities with local residents	

Stakeholder	Major responsibilities	Main engagement opportunities	
	Providing a comfortable working environment for employees.Support for job satisfaction	 Internal communications through the Group intranet, etc. Employee awareness and behavior surveys Compliance Awareness Survey 	
	Building good relationships Fostering an organizational culture that encourages innovation	 Roundtable with the President to exchange ideas with management Creating new businesses through the new value creation program 	
	Fair evaluation and treatment	Labor-management meetings	
Franksissa	Improving the employee benefits system	Individual interviews	
Employees	Utilizing and developing human resources	 Various educational programs and training for skills acquisition and ability development Rank-specific training 	
	Promoting occupational safety and health	Workplace accident prevention program e-learning training	
	Promoting and managing health	Health checkups, dental checkups	
	Respecting human rights	Compliance consultation and whistle- blowing system (AL Heart Hotline)	
	Respecting diversity	e-learning training	

Stakeholder Dialogue

Lion regards dialogue with stakeholders as a valuable opportunity for seeing how its aspirations as a company compare with society's demands and calibrating its sense of balance as a good corporate citizen.

In recent years, in light of the growing importance of responding to new demands from society, we hold study meetings for management as part of our stakeholder dialogues. These meetings bring together outside experts with Lion's top management to discuss sustainability topics directly related to corporate operations. The suggestions and opinions expressed in these dialogues are reflected in Lion's operations and used to further promote sustainability activities.

In May 2022, we held a study meeting on the topic of respect for human rights, which has been attracting attention as a major social issue in recent years. At this meeting, an outside expert specializing in human rights served as an instructor, leading discussion with Lion's chairman, president, directors, Audit & Supervisory Board members and executive officers.

We will continue working to understand and meet the needs of our customers and society through a variety of forms of dialogue with stakeholders.

Implemented Participating stakeholders		Theme		
2022	Outside experts	Respect for human rights (United Nations Guiding Principles on Business and Human Rights)—Why it is crucial to strengthen initiatives to ensure respect for human rights now		
2021	An NPO	The Okuchikarada Project for children (Inclusive oral care)		
2021	Outside experts, employees	Spreading awareness of sustainability		
2020	Outside experts	ESG-oriented management		
2019	Outside experts	Promoting sustainability-oriented management		

Social Contribution Activities

- ✓ Approach ✓ Overview ✓ Initiatives with Local Governments
- ▼ Initiatives Supporting Education
 ▼ Sports Promotion Activities
- Working towards Gender Equality
 Collaboration with Local Communities
- → Donation Activities (Philanthropy)

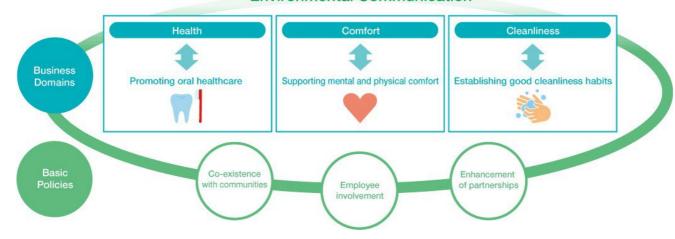
Approach

Since its founding, Lion has sought to help consumers create healthy living habits through the provision of products and services while carrying out educational and awareness activities and communication aimed for people's healthy daily lives.

In Japan and other Asian countries, Lion is engaged in initiatives that contribute to the sustainable development of society and the global environment through the areas of health, comfort and cleanliness (see Lion Group Charter for Corporate Behavior.) We believe that our continued business viability depends on co-existing harmoniously with the communities in which we are involved, such as those where Lion facilities are located. We therefore strive to help solve issues in and invigorate local communities by strengthening partnerships with local residents, government agencies and citizens' groups. In addition, by increasing opportunities for every employee to get involved in business-related educational activities, we foster human resources that create new value informed by a high level of social and environmental awareness.

Overview

Environmental Communication



Initiatives with Local Governments

Ishinomaki City, Miyagi Prefecture

Lion's founder, Tomijiro Kobayashi, had close ties to Ishinomaki City. Honoring this connection, Lion has pursued recovery support initiatives in the city on a continuous basis since the Great East Japan Earthquake in 2011.

In January 2019, Lion formed a comprehensive collaboration agreement with the city to promote the health of city residents and revitalize the area using its accumulated health improvement expertise. In January 2024, after a long suspension in our activities due to COVID-19, we signed on for the second phase of the comprehensive collaboration agreement and will continue working with Ishinomaki City. We will continue to implement a variety of initiatives based on employee participation.



A group photo of a tree planting event at Ishinomaki Minamihama Tsunami Memorial Park



Yamanashi City, Yamanashi Prefecture

Since October 2006, in accordance with an agreement with Yamanashi City, Lion has been involved in the maintenance of a city-owned forest, which is called "Lion Forest in Yamanashi" the first of the Company Forest Promotion Projects being promoted by Yamanashi Prefecture. Our goal is to increase employee awareness of the environment through the experience of caring for the forest, which serves as a water source. We set the ambitious goal of the natural restoration of land developed into housing lots in Yamanashi City. Through this activity, we aim to pave the way for the environmental education of the next generation through exploring issues and problem solving. Furthermore, we contribute to local community to gain a better understanding of its needs and further its growth.



Forest maintenance activities



Sakaide City, Kagawa Prefecture

The *KireiKirei* City-Sakaide Project is an initiative implemented through a partnership agreement signed in 2014 by Sakaide City, the Lion Chemical Co., Ltd. Oleochemical Production Site and Lion that aims to improve the health of the citizens of Sakaide City by educating them about healthy habits such as hand washing and tooth brushing.





Hand washing awareness activities at the Furusato no Oyako Festival

キレイキレイのまち坂出 プロジェクト

KireiKirei City-Sakaide Project [Japanese]



Sumida-ku, Tokyo

In 2020, Lion formed an agreement with the municipality of Sumida-ku, where our headquarters were formerly located, to collect and recycle used toothbrushes with the aim of recovering plastic resources.

Between April 2020 and March 2021, used toothbrushes were collected from elementary schools and other organizations (many of which are educational institutions), recycled into rulers, and returned to the collecting organizations.



A visit to a participating elementary school



An elementary school student showing off his new ruler



15 cm rulers incorporating recycled toothbrush plastic



Taito-ku, Tokyo

In March 2023, we concluded an agreement with the municipality of Taito-ku to collaborate and cooperate in the promotion of local residents' health and to contribute to community development for the realization of a sustainable society and our harmonious coexistence with the community.



Signing Ceremony for the Comprehensive Collaborative Agreement

We took action in the following eight areas with the aim of enriching the lives of Taito-ku residents.

Activity Name	Period of Activity	2023 Results (including some results from 2024)
Dental Hygiene	November, 2023, January, 2024	Considered the theme and training subjects and held once a half year leader training seminars on oral healthcare. * The venue was set alternately between Taito-ku and Lion.
Toothbrush Recycling Program April, 2023		Collected used toothbrushes at 48 different locations (collected toothbrushes will be recycled by our designated recycling affiliate and given back to the residents of Taitoku as useful plastics). Lion spread awareness of the Toothbrush Recycling Program and encouraged participation in the collection of toothbrushes through environmental events.
Biodiversity Activities	September, 2023, February 2024	Workshops were held on the first floor event space of the Company. (1) "People and Animals 'Sharing Only One Drop of Water'" (2) Are Plastics Bad? Parents and children participating in these workshops, were asked to consider how to deal with the problems arising from water and plastics and declare the actions they intend to take.
Kaji x Kaji Happy Share Project	December, 2023	A seminar, held at the Gender Equality Promotion Plaza "Habataki21," to reconsider perceptions regarding the division of gender roles and how the sharing of household chores improves the quality of everyday life. Participating couples were given the opportunity to better understand the concept of sharing housework responsibility through a workshop on "cleaning up after meals" and identifying differences in the assignment of household chores.
Okuchikarada Project	September, 2023	We provided Okuchikarada Project trial kits to Manabibu, a specified nonprofit organization that operates a cafeteria for children as one of its initiatives. Lion employees managed and verified the effectiveness of the oral care program by making sure that children's awareness of brushing their teeth and their opportunities for communication with each other both increased.
Disaster Prevention-Related	September, 2023	We set up a booth at the Disaster Prevention Festival to raise awareness about the importance of oral care even during a disaster.
Tourism-Related Started April 28, 2023		Aiming to extend the time people spend in Asakusa and diversifying the locations they visit there, we started a solve-as-you-walk riddle game in 2023. We plan to increase our promotional efforts and expand participants going forward.
Rugby-Related	October 2023 – January 2024	In the Rugby section of the Taito-ku Sports Festival during Sports Day in October, an event that gave participants the opportunity to experience what playing rugby is like was held. Additionally, tag rugby classes were held at elementary schools in Taito-ku until January.

Initiatives Supporting Education

Employee Participation

Since 2014, as part of the Company's training program, employees go to kindergartens and preschools across Japan to teach children about the importance of hand washing habits through a set of fun song and dance activities. In addition to providing products, our employees play a helpful role in promoting self-directed cleanliness and hygiene habits.

Lion is proactively implementing these activities, which not only serve communities, but contribute to human resource development. By participating in these initiatives, employees learn about social issues through direct contact with communities and improve their problem-solving skills, teamwork skills and empathy in addition to increasing their awareness of the importance of contributing to society.



A video is shown during an event at an elementary school





Events held in kindergartens and preschools

Supporting Science Education

"Rico-Challe" Training Event Participation

Since 2019, Lion has been holding events to support "Rico-Challe," a campaign to support female junior high, high school and university students choosing science, technology, engineering and mathematic (STEM) fields being implemented by the Gender Equality Bureau Cabinet Office, the Ministry of Education, Culture, Sports, Science and Technology Education Policy Bureau and the Japan Business Federation.



Education Support Activities for Science Students

One example of how Lion supports science education is by conducting experience-based lessons for high school students from Super Science High School designated schools,* helping these students to deepen their knowledge, and by offering tours of the Research and Development Headquarters that cover the history of Lion's technological development, the motivations of the developers and the technologies used in Lion products in order to foster their interest in science. Because students are able to hear from researchers directly, these events help students develop a sense of what it is like to work in research.

* The Ministry of Education, Culture, Sports, Science and Technology has implemented the Super Science High School program since 2002 to carry out research and development focused on math and science education with the goal of developing future international scientists and engineers. Under the program, upper secondary schools providing advanced math and science education are designated as Super Science High Schools and receive special support.

Volunteer Researchers Conduct Science Classes

Edogawa-ku, where Lion's Hirai Research Center is located, has been conducting an ongoing science education center project for more than 50 years in which the ward, schools, and local residents collaborate to teach children about the fascinating scientific phenomena happening around them. For more than 15 years, we have been holding science classes for elementary school students to familiarize them with interface science, which is the foundation of Lion's products, and to help them become familiar with science in their daily lives.

☑ Click here for more research institute activities [Japanese]

Sports Promotion Activities

Activities of the Lion Fangs, Lion's Rugby Club

The Lion Fangs, Lion's rugby club, celebrated its 50th anniversary in 2022. We would like to take this opportunity to thank the many people who have continued to support us and help us achieve this milestone. We would like to express our sincere gratitude. As part of its sports promotion activities, the company's rugby club holds the Lion Rugby Festival every year in spring at the Chiba Plant sports field. About 700 members of the community, mostly children from the local rugby school, attend each year. During the festival, currently active rugby players teach rugby skills in an easy to understand way to young aspiring players ranging from kindergarten to upper elementary school students.

In addition, since 2012, as part of Lion's project to promote recovery from the Great East Japan Earthquake, the rugby club has been holding rugby classes in the city of Ishinomaki, as well. Every year, roughly 100 people attend this event. This year, we will co-sponsor the Taito-ku Rugby Festival organized by the Taito-ku Rugby Association. Through rugby, we will continue to participate in a variety of community and social contribution activities.





Activities at the Chiba Plant





Activities in Ishinomaki

Other Sports Events Supported by Lion



RCC Hiroshima Women's Ekiden (long-distance relay race) [Japanese]







Recognized as a Sports Yell Company 2024 by the Japan Sports Agency

Lion was recognized by the Sports Agency as a Sports Yell Company in 2024 for its efforts to promote sports activities among its employees and its active support in the field of sports.

☑ News Release [Japanese]



Working towards Gender Equality

Kaji × Kaji Happy Share Project

Lion is promoting the Kaji \times Kaji Happy Share Project in partnership with municipalities and companies across Japan with the aim of eliminating the "chore gap" in households. By helping foster smoother relations within households in the communities where we promote this project, we are supporting the resolution of a variety of social issues, such as women's participation in the labor force and the low birth rate. Through this project, we are working with municipalities to provide useful information not only to married couples, but broadly throughout communities.



Household chore seminar in Akashi City



Collaboration with Local Communities

Plant Tours

Lion considers plant tours to be an important contact point between customers and the Company. So that customers can get to know Lion products and witness the extremely high priority the Company places on safety and environmental conservation in its operations, we welcome many visitors to the plants every year. Plant tours were suspended from February 2020 to prevent the spread of COVID-19 but since 2023, we have been proceeding with the reopening of the program in phases.



Odawara Plant (2019)



Odawara Plant (2019)



Chiba Plant (2019)



Akashi Plant (2019)

2020 Plant Tours

(January 1, 2020 to December 31, 2020)

Plant	Chiba	Odawara	Osaka	Akashi	Total
Participants	50	231	126	150	557

- > Chiba Plant
- > Odawara Plant
- > Osaka Plant
- > Akashi Plant

Environmental Beautification Activities

Cleanup Activities Near Plants and Offices

Valuing communication with local communities, Lion Group plants and offices proactively engage in cleanup activities not just within their own grounds, but in the surrounding areas, as well.





Cleanup activities near the Akashi Plant





Cleanup activities near the Odawara Plant





Cleanup activities near the Chiba Plant



Cleanup activities at a seaside park near the Fukuoka Office

Sekiguchi River Cleanup Participation (Odawara Office Site)

The Odawara City Kouzu Ward Neighborhood Association holds an annual cleanup of the Kouzu Coast. Lion employees in Odawara have been participating in the cleanup activities since 2003. In 2008, the location of the cleanup was changed to the nearby Sekiguchi River. We have continued participating in the cleanup every year. However, the activity has been suspended since 2020 to prevent the spread of COVID-19. Though the activity was resumed in 2022, it was cancelled in 2023 due to heavy rain.





Employees engaged in cleanup activities

	2018	2019	2020	2021	2022	2023
Participants	43	36	Suspended	Suspended	32	Suspended

Kamisu City Coastal Cleanup Activities (Lion Chemical Corporation Fine Chemical Production Site)

The Lion Chemical Corporation Fine Chemical Production Site has been conducting cleanup activities with employees and local residents on the Kamisu City coastline (Hikawa and Hasaki beaches) every June since 2009 as part of our community contribution activities. Activities were temporarily suspended in 2020 to prevent the spread of COVID-19 and restarted again in 2022.



Wearing matching green T-shirts during cleanup activities (2023)



Employees engaged in cleanup activities (2023)

	2019	2020	2021	2022	2023
Participants	46	Suspended	Suspended	20	24

Biodiversity Conservation Activities at Lion's Operating Sites

Lion provides a wide variety of products that support daily living based in significant part on value derived from nature. In addition to striving to use resources in a sustainable manner, Lion is engaged in biodiversity conservation, aiming for each employee of Lion's operating sites to proactively contribute to the realization of a society in harmony with nature.



Other Events Supported by Lion

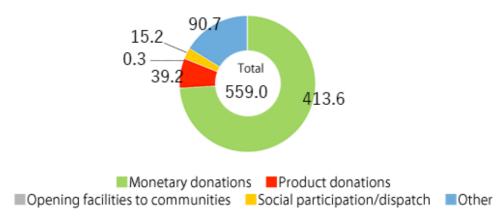


Donation Activities (Philanthropy)

Every year, including its domestic Group companies, Lion surveys the implementation status of social contribution activities to collect and manage data on monetary and product donations for and spending on each activity.

The total amount spent on social contribution activities in fiscal 2023 was approximately ¥559.0 millions.

Fiscal 2023 expenditure on social contribution activities (Millions of yen)



^{*} Monetary donations include donations to the Lion Foundation for Dental Health (LDH) [Japanese] 🛚 🔀

Social Contribution Activity Expenditure (Millions of yen)

2019	2020	2021	2022	2023
519	1,041	778.2	605.9	559.0

^{* 2022} year's data had an error, which has been corrected in the figures.

Hours Volunteered by Employees During Working Hours (hours)

2019	2020	2021	2022	2023
5,956	1,923	1,053	2,826	3,182

^{*} In 2020 and 2021, volunteer hours were decreased to prevent the spread of COVID-19 pandemic.

Editorial Policy and Guideline Reference Tables

Editorial Policy

- Since 2011, we have systematized our initiatives for sustainability in accordance with ISO 26000, an international standard concerning corporate social responsibility. Our reporting is structured to reflect this.
- Lion Integrated Report 2024 is intended to provide Lion's shareholders, investors and other stakeholders with key information about the Company's initiatives for increasing its corporate value over the medium to long term by fulfilling its purpose of "Make a difference in everyday lives by redesigning habits: ReDesign," facilitating deeper understanding of the Lion Group.
- The sustainability website provides additional detailed reporting on Lion's ESG data, initiatives related to the SDGs and other sustainability initiatives.

Referenced Guidelines:

Integrated Report

- International Integrated Reporting Framework issued by the IFRS Foundation
- Guidance for Integrated Corporate Disclosure and Company-Investor Dialogues for Collaborative Value Creation issued by the Ministry of Economy, Trade and Industry

Sustainability Website

- The Environmental Reporting Guidelines (2018) issued by the Ministry of the Environment
- GRI Sustainability Reporting Standards issued by the Global Reporting Initiative
- ISO 26000: 2010 Guidance on social responsibility issued by the Japanese Standards Association

Scope of Coverage:

Lion Corporation and all of its consolidated subsidiaries are covered, in principle.

- * Where the scope of coverage of reported activities or data differs from the above, a description is provided.
- * Overseas consolidated subsidiaries are also covered by the Sustainability Material Issues and Objectives for 2030.

Period Covered

- Integrated Report 2024: From January 1, 2023 to December 31, 2023
- Sustainability Website: From January 1, 2023 to Present
- * Some parts also include information about activities conducted outside of the above periods.

Guideline Reference Tables

- > GRI Sustainability Reporting Standards Reference Table
- > Reference Table for United Nations Global Compact COP

GRI Sustainability Reporting Standards Reference Table

[Statement of use]

Lion Group refers to the GRI (Global Reporting Initiative) Sustainability Reporting Standards and reports to the information for the period from January 1, 2023 to December 31, 2023 including some up-to-date information.

[GRI 1 used]

GRI 1: Foundation 2021

Note: "-" in the table indicates that the contents of the item are not reported on Lion's sustainability website.

	GIR Standards	Website
	GRI 2: General Disc	losures 2021
	1. The organization and its	reporting practices
		> Company Overview
2-1	Organizational details	> Domestic Affiliates
		> Overseas Affiliates
2-2	Entities included in the organization's sustainability reporting	> Editorial Policy and Guideline Reference Tables
2-3	Reporting period, frequency and contact point	> Editorial Policy and Guideline Reference Tables
2-4	Restatements of information	> ESG Data
2-5	External assurance	> ESG Data · Third-Party Verification (Environment, Society)
	2. Activities and	workers
2-6	Activities, value chain and other business relationships	> Securities Report [Japanese]
2-7	Employees	> Securities Report [Japanese]
2-1	Limpioyees	> ESG Data Employee Data
2-8	Workers who are not employees	> ESG Data Employee Data
	3. Governal	nce
2-9	Governance structure and composition	> Basic Approach to Corporate Governance
2-10	Nomination and selection of the highest governance body	> Lion Corporation Basic Corporate Governance Policy
		> Corporate Governance Report
2-11	Chair of the highest governance body	> Corporate Governance Report 📴
		☐ Basic Approach to Corporate Governance
2-12	Role of the highest governance body in overseeing the management of impacts	> Lion Corporation Basic Corporate Governance Policy
		> Corporate Governance Report
	Delegation of responsibility for managing impacts	> Basic Approach to Corporate Governance
2-13		> Sustainability Management (Implementation Framework)
2-14	Role of the highest governance body in sustainability reporting	> Sustainability Management (Implementation Framework)
		> Management Message
2-15	Conflicts of interest	> Securities Report [Japanese]
2-16	Communication of critical concerns	> Compliance
		> Internal Control System

	GIR Standards	Website
		> Risk Management
2-17	Collective knowledge of the highest governance body	> Lion Corporation Basic Corporate Governance Policy
2-18	Evaluation of the performance of the highest governance body	 Lion Corporation Basic Corporate Governance Policy
		> Corporate Governance Report 📴
		> Securities Report [Japanese] 🔟
2-19	Remuneration policies	> Lion Corporation Basic Corporate Governance Policy •••
		> Compensation System for Corporate Officer
		> Securities Report [Japanese] 🖭
2-20	Process to determine remuneration	> Compensation System for Corporate Officer
2-21	Annual total compensation ratio	> Compensation System for Corporate Officer
	4. Strategy, policies	<u> </u>
		> Management Message
2-22	Statement on sustainable development strategy	> Medium-Term Management Plan
		> Various Policies
2-23	Policy commitments	> Respect for Human Rights
2-24	Embedding policy commitments	> Together with Supply Chains
2 27	Embedding policy communents	> Promoting Sustainability with Materials Manufacturers and Production Contractors
		> Lion Corporation Basic Corporate Governance Policy
2-25	Processes to remediate negative impacts	Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)
		> Risk Management
2-26	Mechanisms for seeking advice and raising concerns	> Lion Corporation Basic Corporate Governance Policy
		> Compliance
2-27	Compliance with laws and regulations	> Compliance
		> Initiatives and External Evaluations
	Membership associations	> Participation in External Environmental Initiatives
		> Eco-First Commitment
2-28		> Participation in Pharmaceutical Product Safety Initiatives
		 Building Relationships with Communities and External Organizations
		> Participation in External Supply Chain Initiatives
	5. Stakeholder er	
2-29	Approach to stakeholder engagement	> Stakeholder Engagement
2-30	Collective bargaining agreements	> Labor-Management Relations
	GRI 3: Material T	opics 2021
3-1	Process to determine material topics	> Identifying Material Issues
3-2	List of material topics	> Sustainability Material Issues and Objectives for 2030

201-1	Management of material topics	> Sustainability Management (Implementation Framework)	
201-1	200. Feanamis		
201-1	200: Economic t	topics	
201-1	GRI 201: Economic Perfo	ormance 2016	
	Direct economic value generated and distributed	> Quarterly Financial Statements / Supplementary Materials	
201-2	Financial implications and other risks and opportunities due to climate change	> Information disclosure based on TCFD recommendations	
201-3	Defined benefit plan obligations and other retirement plans	> Securities Report [Japanese]	
201-4	Financial assistance received from government	_	
	GRI 202: Market Pres	sence 2016	
202-1	Ratios of standard entry level wage by gender compared to local minimum wage	_	
202-2	Proportion of senior management hired from the local community	_	
	GRI 203: Indirect Econom	ic Impacts 2016	
203-1	Infrastructure investments and services supported	_	
203-2	Significant indirect economic impacts	_	
	GRI 204: Procurement P	ractices 2016	
204-1	Proportion of spending on local suppliers	_	
	GRI 205: Anti-corrup	tion 2016	
205-1	Operations assessed for risks related to corruption	_	
205-2	Communication and training about anti-corruption policies and procedures	> Compliance	
205-3	Confirmed incidents of corruption and actions taken	_	
'	GRI 206: Anti-competitive	Behavior 2016	
206-1	Legal actions for anti-competitive behavior, anti-trust, and monopoly practices	_	
	GRI 207: Tax 2	2019	
207-1	Approach to tax	> Tax Policy	
207-2	Tax governance, control, and risk management	> Compliance	
		> Risk Management	
207-3	Stakeholder engagement and management of concerns related to tax	> Stakeholder Engagement	
207.4	Country-by-country reporting	> Tax Policy	
207-4		> Compliance	
<u> </u>	GRI 301: Material	<u> </u>	
301-1	Materials used by weight or volume	> ESG Data Raw Material Usage, Container and Packaging Material Usage	
301-2	Recycled input materials used	> Using Recycled Plastics	
301-3	Reclaimed products and their packaging materials	> Using Recycled Plastics	
GRI 302: Energy 2016			
302-1	Energy consumption within the organization	> ESG Data Total Energy Consumption in Business Activities	
302-2	Energy consumption outside of the organization	> ESG Data Greenhouse Gas Emissions throughout the Supply Chain	
302-3	Energy intensity	-	
302-4	Reduction of energy consumption	> Reduce CO2 Emissions throughout Business Activities	

Reductions in energy requirements of products and services Services Comissions throughout Product Lifecycles Emissions throughout Product Lifecycles (SRI 303: Water and Effluents 2018 Realizing a Resource Circulating Society Reducing Water Use Nater Use and Wastewater Discharge in Business Activities (Domestic and Overseas) Ses Data Water Use and Wastewater Discharge in Business Activities (Domestic and Overseas) Ses Data Water Use (Water Withdrawal) in Business Activities (Pomestic and Overseas) Ses Data Water Use (Water Withdrawal) in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Reducing Water Use Ses Data Wastewater Discharge in Business Activities Protected by Business Activit	GIR Standards		Website		
Interactions with water as a shared resource	302-5	Reductions in energy requirements of products and services			
Interactions with water as a shared resource Name		GRI 303: Water and Ef	fluents 2018		
A Reducing Water Use Water Water discharge-related impacts Water Use and Wastewater Discharge in Business Activities (Domestic and Overseas)	202.1		> Realizing a Resource-Circulating Society		
Management of water discharge-related impacts Activities (Domestic and Overseas)	303-1	interactions with water as a snared resource	> Reducing Water Use		
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	GIR Standards	Website
	GRI 308: Supplier Environmen	ital Assessment 2016
308-1	New suppliers that were screened using environmental criteria	> Promoting Sustainability with Materials Manufacturers and Production Contractors
308-2	Negative environmental impacts in the supply chain and actions taken	> Aiming for Sustainable Raw Material Procurement
	GRI 401: Employm	nent 2016
401-1	New employee hires and employee turnover	> ESG Data Employee Data
401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	_
401-3	Parental leave	> Promoting Work-Life Enrichment
	GRI 402: Labor/Manageme	nt Relations 2016
402-1	Minimum notice periods regarding operational changes	_
	GRI 403: Occupational Healt	th and Safety 2018
403-1	Occupational health and safety management system	> Enhancing the Occupational Safety Management System
403-2	Hazard identification, risk assessment, and incident investigation	> Enhancing the Occupational Safety Management System
403-3	Occupational health services	-
403-4	Worker participation, consultation, and communication on occupational health and safety	> Enhancing the Occupational Safety Management System
403-5	Worker training on occupational health and safety	> Enhancing the Occupational Safety Management System
403-6	Promotion of worker health	> Improving Employee Health
403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	> Enhancing the Occupational Safety Management System Initiatives (Facility Safety/Occupational Safety)
403-8	Workers covered by an occupational health and safety management system	> Enhancing the Occupational Safety Management System
		> Improving Employee Health
403-9	Work-related injuries	> Enhancing the Occupational Safety Management System Initiatives (Facility Safety/Occupational Safety)
		> Improving Employee Health
403-10	Work-related ill health	> Productivity and Professional Fulfillment Indicators
	GRI 404: Training and E	ducation 2016
404-1	Average hours of training per year per employee	> ESG Data Employee Data
404-2	Programs for upgrading employee skills and transition assistance programs	> Human Resource Development to Support Career Autonomy
404-3	Percentage of employees receiving regular performance and career development reviews	_
GRI 405: Diversity and Equal Opportunity 2016		
405-1	Diversity of governance bodies and employees	> Promoting Diversity & Inclusion
405-2	Ratio of basic salary and remuneration of women to men	> ESG Data Employee Data
	GRI 406: Non-discrimi	ination 2016
406-1	Incidents of discrimination and corrective actions taken	_
	GRI 407: Freedom of Association and	d Collective Bargaining 2016
407-1	Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	> Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)
	GRI 408: Child Lab	por 2016

GIR Standards		Website	
408-1	Operations and suppliers at significant risk for incidents of child labor	> Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)	
GRI 409: Forced or Compulsory Labor 2016			
409-1	Operations and suppliers at significant risk for incidents of forced or compulsory labor	> Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)	
	GRI 410: Security Pra	ctices 2016	
410-1	Security personnel trained in human rights policies or procedures	_	
	GRI 411: Rights of Indigeno	ous Peoples 2016	
411-1	Incidents of violations involving rights of indigenous peoples	_	
	GRI 413: Local Commu	unities 2016	
413-1	Operations with local community engagement, impact assessments, and development programs	> Social Contribution Activities	
413-2	Operations with significant actual and potential negative impacts on local communities	_	
	GRI 414: Supplier Social Assessment 2016		
414-1	New suppliers that were screened using social criteria	> Selecting New Suppliers	
414-2	Negative social impacts in the supply chain and actions taken	> Aiming for Sustainable Raw Material Procurement	
	GRI 415: Public Pol	licy 2016	
415-1	Political contributions	> Political Contributions	
	GRI 416: Customer Health	and Safety 2016	
416-1	Assessment of the health and safety impacts of product and service categories	> Approach to Quality Assurance, Safety and Reliability	
416-2	Incidents of non-compliance concerning the health and safety impacts of products and services	_	
	GRI 417: Marketing and	Labeling 2016	
417-1	Requirements for product and service information and labeling	> Approach to Responsible Product Representations	
417-2	Incidents of non-compliance concerning product and service information and labeling	> Admonishment from the Consumer Affairs Agency Regarding Product Representations	
417-3	Incidents of non-compliance concerning marketing communications	_	
	GRI 418: Customer Pr	rivacy 2016	
418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	_	

Reference Table for United Nations Global Compact COP

Lion announced its support for the United Nations Global Compact (UNGC) in 2009 and takes part in related initiatives. As a signatory to the UNGC, COP (Communication on Progress) on the status of initiatives on ten principles in the four areas of "Human Rights," "Labour," "Environment" and "Anti-Corruption" is submitted once a year.

	UN Global Compact Principles	Website
		> Charter for Corporate Behavior / Behavioral Guidelines
		> LION Human Rights Policy
		> Respect for Human Rights
		> Together with Supply Chains
		> Promoting Sustainability with Materials Manufacturers and Production Contractors
	Principle 1: Businesses should support and respect the protection of internationally proclaimed human rights; and	> Aiming for Sustainable Raw Material Procurement
	,, p	> Stakeholder Engagement
Human rights		> Promoting Diversity and Inclusion
		> Approach to Quality Assurance, Safety and Reliability
		> Improving Employee Health
		> Enhancing the Occupational Safety Management System
	Principle 2: Make sure that they are not complicit in human rights	> Charter for Corporate Behavior / Behavioral Guidelines
		> LION Human Rights Policy
	abuses.	> Respect for Human Rights
		> Measures to Prevent Human Rights Abuse (Human Rights Due Diligence)
Labour		> Charter for Corporate Behavior / Behavioral Guidelines
	Principle 3: Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;	> LION Human Rights Policy
		> Respect for Human Rights
		> Together with Employees
		> Labor-Management Relations
		Charter for Corporate Behavior / Behavioral Guidelines
		> LION Human Rights Policy
	Principle 4:	> Respect for Human Rights
	The elimination of all forms of forced and compulsory labour;	> Together with Supply Chains
		> Promoting Sustainability with Materials Manufacturers and Production Contractors
		> Aiming for Sustainable Raw Material Procurement

	UN Global Compact Principles	Website
		> Charter for Corporate Behavior / Behavioral Guidelines
		> LION Human Rights Policy
	Private 5	> Respect for Human Rights
	Principle 5: The effective abolition of child labour; and	> Together with Supply Chains
		> Promoting Sustainability with Materials Manufacturers and Production Contractors
		> Aiming for Sustainable Raw Material Procurement
		> Charter for Corporate Behavior / Behavioral Guidelines
		> LION Human Rights Policy
	Principle 6:	> Respect for Human Rights
	The elimination of discrimination in respect of	> Together with Employees
	employment and occupation.	> Promoting Diversity and Inclusion
		> Promoting Work-Life Enrichment
		> Enhancing the Occupational Safety Management System
	Principle 7:	> Charter for Corporate Behavior / Behavioral Guidelines
		> Environmental Policy
	Businesses should support a precautionary approach to	> Environmental Approach and Policy /
	environmental challenges;	Management > Management of Chemical Substances
		> Stakeholder Engagement
		> Charter for Corporate Behavior / Behavioral
		Guidelines
	Principle 8: Undertake initiatives to promote greater environmental responsibility; and	> Management Message
		> Lion's Sustainability
Environment		> Sustainability Material Issues and Objectives for 2030
		> Environmental Objectives and Achievements
		> Realizing a Decarbonized Society
		> Realizing a Resource-Circulating Society
		> Initiatives and External Evaluations
		> Stakeholder Engagement
	Principle 9: Encourage the development and diffusion of environmentally friendly technologies.	> Charter for Corporate Behavior / Behavioral Guidelines
		> Environmental Objectives and Achievements
		> Recycling Resources
		> Lion's Environmentally Friendly Products
		> Environmental Communication
Anti-Corruption	Principle 10: Businesses should work against corruption in all its forms,	> Charter for Corporate Behavior / Behavioral Guidelines

UN Global Compact Principles	Website
including extortion and bribery.	> Basic Approach to Corporate Governance
	> Compliance
	> LION Anti-Bribery Principles

Lion's SDG-Related Initiatives

Since its foundation, Lion has been promoting awareness-raising activities and information provision for consumers while developing products that support healthier daily living and proposing the creation of better living habits. Deeply aware that the pollution of the global environment is a worldwide issue, we have long strived to respond to environmental concerns, for example, by developing environmentally friendly products.

Responding to evolving social issues while contributing to each new day in order to create a brighter future for all—this is the unique contribution Lion can make to the achievement of the Sustainable Development Goals (SDGs).*

Lion alone can only contribute so much to the achievement of the SDGs. In promoting activities, we work to solve problems through partnerships with a wide range of stakeholders, including consumers, other companies, NGOs, NPOs, government agencies and municipalities.



^{*} The SDGs are the 17 goals for the period from 2016 to 2030 described in the "2030 Agenda for Sustainable Development" adopted by 193 participating countries at the United Nations Summit in September 2015. (Based on information from the website of the United Nations Information Centre)

Lion's Sustainability 2024: SDG-Related Initiatives

In June 2024, Lion published "Lion's Sustainability 2024: SDG-Related Initiatives." This document highlights Lion's activities from an SDG-centric perspective.



- > A3-size LION's SUSTAINABILITY 2024 (for viewing) [Japanese] 🚾 (11.7MB)
- > A4-size LION's SUSTAINABILITY 2024 (for printing) [Japanese] [F] (11.8MB)
- *Click URLs in the PDF to jump to related videos and web pages.

2023 Previous Issue

➤ Lion's Sustainability: SDG-Related Initiatives 2023 [Japanese] (10.8MB)

2022 Previous Issue

> Lion's Sustainability: SDG-Related Initiatives 2022 [Japanese] 🚾 (11.0MB)

2021 Previous Issue

Lion's Sustainability: SDG-Related Initiatives 2021 [Japanese] 🖭 (6.8MB)

SDGs: Lessons for the Future

The YouTube channel SDGs MIRAI KAIGI features videos that explain the SDGs for children. The channel includes a series of videos called "SDGs: Lessons for the Future," beginning with a video explaining what the SDGs are and explaining each of the 17 SDGs in an easy-to-understand way.



The channel also offers a series of videos highlighting companies implementing SDG-related initiatives. These videos are aimed at helping children understand the SDGs as something familiar and relevant to their lives and help them think about their own futures by showing actual initiatives being undertaken by companies to solve social issues. Lion's initiatives regarding SDGs are featured as follows.



Video about Lion's SDG-Related Initiatives[Japanese] Lion Forest in Yamanashi



Video about Lion's SDG-Related Initiatives [Japanese]
Efforts to Achieve Gender Equality through Housework Sharing



Video about Lion's SDG-Related Initiatives [Japanese] Initiatives to create a healthy future from oral health



Video about Lion's SDG-Related Initiatives[Japanese]
Initiatives to reduce plastics and the importance of hand washing
habits

Lion's SDG-Related Initiatives

Creating Healthy Living Habits

Lion is advancing the goal of creating healthy living habits, the foundation of health, in order to help achieve health, comfort and cleanliness in everyday living.

1 Promoting oral healthcare

Lion is working to promote the establishment of good oral healthcare habits. To this end, in addition to developing and providing products and services, we implement activities to promote oral healthcare at all stages of life, from infancy to old age.

Main Activities

- > Preventive Dentistry (Self-Care/ Professional Care)
- > Oral Health Event of Tooth Brushing for Children (since 1932)

☑ Inclusive Oral Care

2 Promoting cleanliness and hygiene habits

Aiming to realize health, comfort and cleanliness in everyday living for consumers, Lion implements initiatives in coordination with national and local governments, focusing mainly on promoting proper hand washing habits.

Main Activities

- > Establishing Cleanliness and Hygiene Habits
- > Hygiene and Health Care in Times of Disaster
- > Hand Hygiene Management for Professionals

Promoting Environmental Initiatives for a Sustainable Planet

Driven by our purpose, we work with consumers to create environmentally friendly habits in order to continuously offer planet-friendly lifestyles that make living more sustainably easy, striving to contribute to the environment not only in Japan but across Asia.

3 Environmental protection activities

Lion's products, used for such purposes as tooth brushing and washing, are deeply connected to environmental issues in areas related to CO_2 , plastics and water resources. Accordingly, to realize a decarbonized, resource-circulating society, Lion proactively carries out environmental protection activities.

Main Activities

- > Water Resource Conservation Activities (Forest Maintenance Activities at the Lion Forest in Yamanashi)
- > Toothbrush Recycling
- > Biodiversity Conservation Activities (Promoting Various Activities at Business Locations)
- > Chura Action (Support for Eco-Activities of Children Nurturing the Future of Okinawa)
- > Lion's Environmentally Friendly Products
- S Related Information
- ☑ News Release: Lion Exhibits at SDGs AICHI EXPO 2022, One of Japan's Largest SDG-Promotion Events [Japanese]
- News Release: Lion Launches Inclusive Oral Care Activities Aimed at Addressing Social and Environmental Issues via Or al Care and Achieving the SDG "Ensure Healthy Lives and Promote Well-Being for All at All Ages" [Japanese]
- Ad highlighting Lion's SDG-related initiatives (Japanese; printed in the December 20, 2020 Yomiuri Shimbun national ed ition) (1,273 KB)