

Water Resource Conservation

Initiatives for Using Water Resources in Water-stressed Areas

Nihon Kohden has identified water-stressed areas in each region in which the Company operates and evaluated risks accordingly. We utilized the Aqueduct Water Risk Atlas published by the World Resources Institute (WRI) and have confirmed that 18 sites are in relatively water-stressed areas compared to other regions. Although no water-related issues have occurred in water-stressed areas at this time, we will continue to appropriately comply with local regulations and work on proper and efficient use and safe supply of water.

We are currently collecting data at some overseas non-production sales subsidiaries where we have not been able to obtain actual values.

Americas	U.S., Mexico, Brazil (6 sites)
Europe	Germany, Italy, U.K., Spain (5 sites)
Asia	India, UAE, South Korea, China (7 sites)

Water Management Plan

Nihon Kohden's mother factory, Nihon Kohden Tomioka, which produces reagents for hematology analyzers, accounts for 46% of the Company's total water intake. Nihon Kohden Tomioka strives to make effective use of water resources by setting annual targets for the amount of water required for reagent production, as well as monitoring water intake and water discharge and properly managing them so that they do not exceed the planned amounts.

Topics

Nihon Kohden has set the realization of a carbon-free society as one of material issues for sustainability in its Three-year Business Plan and strengthened its efforts. To solve this issue, we are working to improve productivity in each business process, promote energy conservation measures, expand the introduction of renewable energy, and replace company vehicles with hybrid vehicles. We aim to achieve a sales ratio of 20% or more for environmentally friendly products, and we achieved 18.2% in FY2022. We will continue to provide environmentally friendly products, recycle existing products, and develop new products that are easy to recycle. By introducing a new system to manage energy data and other environmental information at domestic and overseas sites as well as cooperating with our business partners in the supply chain, we will continue to reduce CO₂ emissions over the entire life cycle of our products. We will also further promote measures to solve environmental issues such as climate change and resource recycling.