

Efforts toward Preserving the Environment

WEB

More information is available on the Company's corporate website (Japanese only).
<https://www.lf.mufg.jp/corporate/csr/>

PROFILE

STRATEGY

MANAGEMENT

DATA

Basic Approach

Mitsubishi UFJ Lease & Finance views preserving the global environment as an important social responsibility, and engages in wide-ranging activities. With the aim of helping to realize a sustainable, recycling-oriented society with low environmental impact, we engage positively in environmental preservation activities, while working to raise the environmental awareness of all employees.

Eco Policy

- We meet economic targets through our leasing business and promote environmental protection in all our business activities.
- We work to continuously improve systems, and thereby improve environmental performance, by setting and reviewing environmental aims and targets, performing management reviews, and implementing other measures.
- We strive to prevent pollution and preserve the environment through the following measures.
 - We promote resource saving, energy saving, waste reduction, and other objectives to improve efficiency and reduce costs.
 - We emphasize waste volume reduction, resource recycling, and reuse when handling lease-up assets.
- We strictly comply with all relevant laws and other requirements.

Environmental Management System Organization

We are promoting our eco-activities under a Companywide management system.

Environmental Data

No.	Statistical item	Unit	FY3/2018 results	FY3/2019 results	FY3/2020 results	FY3/2021 targets	Baseline value
1	Total energy input (Electricity consumption)	Per m ² (kWh)	78.9	81.2	76.2	Below baseline value (FY3/2018–FY3/2020 average)	78.7
2	Photocopy paper consumption	Per person (Sheets)	862	775	695	—	—
3	Paper consumption	Per person (Sheets)	8,211	7,918	7,639	Below baseline value (FY3/2018–FY3/2020 average)	7,922
4	CO ₂ emissions from electricity consumption	Per m ² (kg-CO ₂)	38.73	38.43	34.62	Below baseline value (FY3/2018–FY3/2020 average)	37.26
5	CO ₂ emissions from gasoline	Per vehicle (kg-CO ₂)	1,442.48	1,413.90	1,251.83	Below baseline value (FY3/2018–FY3/2020 average)	1,369.40
6	Company vehicle fuel consumption	km / L	16.3	16.3	15.7	Above baseline value (FY3/2018–FY3/2020 average)	16.1
7	Share of green procurement	%	76.5	75.2	77.0	Promotion of green procurement	—

Note: Figures include Group companies co-certified under ISO 14001 (MUL Eco-Business Co., Ltd., and MUL Business Company Limited).

Key Environmental Aims and Targets (Summary)

Medium-to-long-term targets	
Office-Based Initiatives	
(1)	Switch to low-pollution vehicles and promote eco-friendly driving
(2)	Monitor data on green procurement activities (for paper and stationery)
(3)	Reduce use of photocopies, paper, and electricity <ul style="list-style-type: none"> Head Office electricity use reduction target: Reduce electricity use by 25% from the level of the fiscal year ended March 31, 2010, by the fiscal year ending March 31, 2021
(4)	Reduce energy consumption
Sales	
(1)	Promote reduced energy consumption in line with the revised Act on Rationalizing Energy Use
(2)	Act in compliance with the Construction Material Recycling Law, the Soil Contamination Countermeasures Act, and other laws and regulations
(3)	Contribute to reducing environmental impact through eco-related businesses
(4)	Develop abilities and skills for selecting assets with a high resale value and high rate of successful re-leasing to secure secondary profit and promote reduction of waste volume
Lease-Up Asset Handling	
(1)	Strict enforcement of day-to-day management, improvement, and review in response to operational performance, etc.
(2)	Efficient use of water resources
(3)	Appropriate operations in line with the Waste Management and Public Cleansing Law
(4)	Strict application of the waste treatment operator evaluation checklist and procedural manual, and building of good relationships with best-practice waste treatment operators to establish a system of appropriate checks and balances
(5)	Appropriate operations in line with the Home Appliance Recycling Law, Act on Rational Use and Proper Management of Fluorocarbons, Construction Material Recycling Law, Air Pollution Control Act, PCB Special Measures Law, and other laws and regulations
(6)	Appropriate management and operation of assets that are difficult to dispose of, and prevention of pollution
(7)	Research and implement effective methods of asset sales to reduce waste volume
(8)	Promote a recycling and reuse system through effective manual disassembly

Environmental Accounting

Environmental Protection Costs		
Category	Content of key initiatives	FY 3/2020
Costs within business area	Pollution prevention (eco-vehicle leasing fees)	63
Upstream and downstream costs	Disposal costs of lease-up assets	499
Management activity costs	Environmental management system maintenance and operation costs, Corporate report costs, etc.	16
Economic Benefit from Environmental Protection		
Content of key initiatives		FY3/2020
Revenue from sale of used components (MUL Eco-Business Co., Ltd.)		30

ISO 14001 Certification

We acquired certification in 2001 under ISO 14001, the international standard for environmental management systems. In 2019, we successfully completed our 13th surveillance audit.

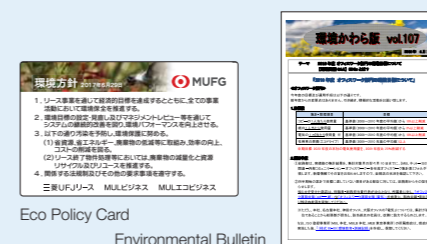
Business sites certified under ISO 14001
Mitsubishi UFJ Lease & Finance Company Limited, Head Office
MUL Business Company Limited, Head Office
MUL Eco-Business Co., Ltd., Tokyo Office



Environmental Education

To raise environmental awareness, all employees are issued with an Eco Policy Card on which our Eco Policy is printed, and a quarterly Environmental Bulletin is circulated to present a variety of environmental information.

In addition, special education and training are provided to employees involved in operations closely linked to the environment, such as the disposal of lease-up assets and handling of assets covered by the Construction Material Recycling Law, the Soil Contamination Countermeasures Act, or the Air Pollution Control Act.



Environmental Accidents and Legal Infringements

In fiscal 2019, there were no environmental accidents or legal infringements. We will continue working to prevent environmental accidents and ensure legal compliance.

Biodiversity Guidelines

To contribute to preserving biodiversity, we have put in place a set of Biodiversity Guidelines, made up of business and office-based initiatives.

Our business-based initiatives include applying the “3Rs” (reduce, reuse, and recycle) to lease-up assets and conducting operations in used equipment trading and the eco- and energy-related sector.

Our office-based initiatives include use of paper certified by the Forest Stewardship Council (FSC), which supports the preservation of the forest ecosystem; reduced use of photocopies, paper, and electricity; green procurement; and eco-friendly driving. In this way, we promote efficient use of resources and reduced waste emissions.

Acquisition of Value Assets

We actively seek to acquire value assets, which have long-term utility due to their resistance to depreciation, in order to reduce waste and lower our environmental impact.

Waste Management and External Waste Disposal Operator Selection

We reduce waste emissions by applying the 3Rs consistently to lease-up assets. Assets that cannot be reused are disposed of appropriately in accordance with the Waste Management Law and other relevant laws and regulations. Products that use polychlorinated biphenyls (PCBs) are disposed of in accordance with the PCB Special Measures Law.

When selecting an external waste disposal operator, we do not merely request the business to cooperate with environmental preservation. We also carry out stringent checks on its financial condition, facilities, recycling rate, and legal compliance. After selection, we continue to carry out periodic site inspections to check the status of operations.

Introduction of Low-Pollution Vehicles and Promotion of Eco-Friendly Driving

Our vehicle fleet consists entirely of low-pollution vehicles. We are also actively introducing hybrid vehicles and other eco-friendly models. To improve fuel efficiency, we also promote eco-friendly driving.

Low-Pollution Vehicles in the Company's Fleet

	FY3/2018	FY3/2019	FY3/2020
Overall	150 low-pollution vehicles (entire fleet)	132 low-pollution vehicles (entire fleet)	128 low-pollution vehicles (entire fleet)
Break-down	Low-emission vehicles: 35 Hybrid vehicles: 113 Electric vehicles: 2	Low-emission vehicles: 31 Hybrid vehicles: 101	Low-emission vehicles: 37 Hybrid vehicles: 91

Principles for Financial Action towards a Sustainable Society

The Company has been a signatory to the Principles for Financial Action towards a Sustainable Society (Principles for Financial Action for the 21st Century), a proactive initiative by financial institutions, since it was formulated in November 2011. The Principles for Financial Action for the 21st Century consist of seven principles for financial institutions that want to take an active role and responsibility in the creation of a sustainable society and guidelines tailored to each sector to implement the principles. We will continue to make active efforts for the environment and society based on these principles.