

## Materiality for the SBF Group

### Clarification of Materiality

Suntory Beverage & Food (SBF) has further clarified priority areas for future sustainability activities by analyzing its materiality from the perspective of the Sustainable Development Goals (SDGs\*).

We used global trends relating to the SDGs as the basis for an analysis of issues in terms of their importance to our shareholders and other SBF Group stakeholders, and also from the viewpoint of opportunities and risks in the context of our medium- to long-term management strategies. After assessment and verification by third-party organizations, we selected five of the 17 SDGs as goals or highly significant

initiatives. They are Goal 6 (Clean Water and Sanitation), Goal 3 (Good Health and Well-being), Goal 8 (Decent Work and Economic Growth), Goal 12 (Responsible Consumption and Production), and Goal 13 (Climate Action). We will continue to expand our activities in these areas.

As a company that has pledged to dedicate itself to the *Mizu to Ikiru* (living with water) "Promise," our most important priority is the conservation of water resource, which is essential to society as well as our business operations. The entire SBF Group will continue to focus on water-related initiatives.

Analysis Matrix of Priority Issues



### Materiality for the SBF

<b>6</b> CLEAN WATER AND SANITATION 	<p><u>SBF identified five priority issues and, from them, Goal 6 (Clean Water and Sanitation) as the most important issue.</u></p>	<p>The Suntory Group Sustainable Water Philosophy Formulated in January 2017</p> <p style="text-align: right; font-size: 24px; font-weight: bold;">p40 ▶</p>
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### SBF Group Activity Policies for Priority Issues

We will consider our approach to materiality across our entire value chain, with reference to the total of 169 targets defined by the SDGs, focusing particularly on water. We will expand our activities in the following areas.

Priority Issue	Keywords of the initiative	Activities to strengthen
 <b>6 CLEAN WATER AND SANITATION</b>	<ul style="list-style-type: none"> <li>Improve effective and sustainable use of water, address water shortages</li> <li>Reduce pollution, reduce untreated waste water, improve water quality</li> <li>Protect and recover ecosystems that are related to water in forests, etc.</li> </ul>	<p>3Rs of water focusing on manufacturing sites <b>p40</b> ▶</p> <p>Collaboration with local communities in water resource conservation <b>p41</b> ▶</p>
 <b>3 GOOD HEALTH AND WELL-BEING</b>	<ul style="list-style-type: none"> <li>Strengthen Natural &amp; Healthy product portfolio conforming to consumer needs</li> <li>Strengthen early warning and mitigation of health harming factors</li> </ul>	<p>Expansion of Natural &amp; Healthy portfolio <b>p34</b> ▶</p>
 <b>8 DECENT WORK AND ECONOMIC GROWTH</b>	<ul style="list-style-type: none"> <li>Economic growth through employee diversification and technological innovation</li> <li>Human resource development across multiple regions</li> <li>Productivity improvement through flexible work styles</li> </ul>	<p>Career development Acceleration of diversity management <b>p44</b> ▶</p>
 <b>12 RESPONSIBLE CONSUMPTION AND PRODUCTION</b>	<ul style="list-style-type: none"> <li>Sustainable management and promotion of efficient use of various resources</li> <li>Offering information and raising awareness of sustainable development and lifestyle that is in harmony with nature</li> <li>Reduce food product loss</li> </ul>	<p>Development of plastic bottles based on 2R+B strategy <b>p43</b> ▶</p> <p>CSR procurement <b>p42</b> ▶</p> <p>Reduction of waste and promotion of reuse <b>p42</b> ▶</p>
 <b>13 CLIMATE ACTION</b>	<ul style="list-style-type: none"> <li>Strategy planning for climate change measures</li> <li>Education and raising awareness of climate change</li> </ul>	<p>Reduction of CO<sub>2</sub> emissions in the value chain <b>p42</b> ▶</p>

### \*Sustainable Development Goals (SDGs)

They are international goals focused on the elimination of all forms of poverty. They call on every country to pursue prosperity while protecting the global environment. The 17 goals of SDGs are a clear statement of world targets to take specific actions. As a globally active enterprise, the SBF Group will continue its efforts to contribute to the solution of global issues by expanding its initiatives based on the SDGs and other international targets.

\*Sustainable Development Goals (SDGs) are targets that should be reached globally by 2030 that were adopted at the UN Sustainable Development Summit held in September 2015



### Suntory Group's Activities

#### Signing of United Nations Global Compact

The Suntory Group supports international standards such as the Universal Declaration of Human Rights as well as the United Nations Guiding Principles on Business and Human Rights, and it has signed the United Nations Global Compact, which contains universal principles for human rights, labor, and the environment advocated by the United Nations.

