



# Kyo-sei Life Vision 2030

For a Diverse, Inclusive, and Sustainable World

At Unicharm, we are committed to helping resolve environmental and social issues as we work together to realize a cohesive society.

With that in mind, the Unicharm Group's medium- to long-term environmental, social, and governance(ESG) goals, Kyo-sei Life Vision 2030 – For a Diverse, Inclusive, and Sustainable World– (herein-after referred to as Kyo-sei Life Vision 2030) was announced in October 2020. In formulating Kyo-sei Life Vision 2030, we first defined our vision of the desirable future in 2030 based on which we set specific key initiatives and targets. Through the implementation of Kyo-sei Life Vision 2030, we are confident that we can satisfy the needs of consumers and communities, while continuing to grow our business.

Positioning of Kyo-sei Life Vision 2030	03
The Future We Envision	04
Kyo-sei Life Vision 2030	05
Our Approach to Realizing a Cohesive Society by 2050	06
The Formulation of Kyo-sei Life Vision 2030	07 - 08
Unicharm Group Medium- to Long-Term ESG Goals	09 - 10
Unicharm Group Medium- to Long-Term ESG Goals Contributing to the SDGs	11
Sustainability Promotion System	12



## Positioning of "Kyo-sei Life Vision 2030"

At Unicharm, we believe that our fundamental raison d'être, that is, our purpose, is to help achieve the United Nations' Sustainable Development Goals (SDGs). To better delineate the substance of this purpose and to further its accomplishment, we have broken it down into three key components: mission, vision, and value.

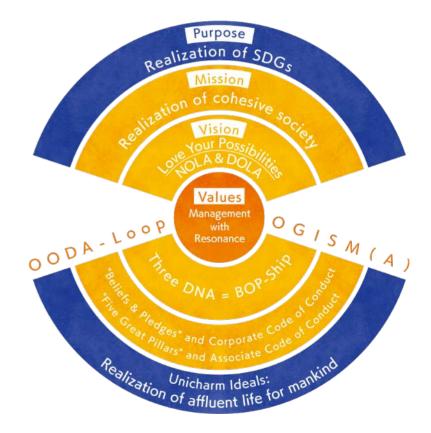
"Mission" clarifies what we want to accomplish. More specifically, our mission is to realize a cohesive society, a society that must inherently be diverse, inclusive, and sustainable. In this society, personal freedom will harmonize with social altruism, enabling people to be true to themselves and live lives of their own choosing, while at the same time helping others to achieve a better life.

Where purpose is the goal, vision is the means. "Vision" elucidates how we can realize a cohesive society. In practical terms, it is the application of our corporate philosophy, which we like to call "NOLA & DOLA" (Necessity of Life with Activities & Dreams of Life with Activities). Through "NOLA," we hope to provide powerful, yet discreet and unobtrusive support for the minds and bodies of our users, relieving them of some of the burdens of their lives and enabling them to better focus their efforts on making their dreams come true.

"Value" is the ambition and sense of duty that underlies our mission and vision, bringing it all together to serve the common purpose. All Unicharm employees around the world are now pushing forward our standardized management model: management with resonance. To understand and promote our purpose, which constitutes our mission, vision, and value, and to clarify how they work together to push forward that purpose, this document explains in detail the world we have envisioned in 2030 and describes how we hope to get there, highlighting the key

initiatives and targets that we believe will make Kyo-sei Life Vision 2030 a reality.

We are committed to helping resolve environmental and social issues, while providing new value to consumers and communities and assuring steady business growth.



### The Future We Envision

A society in which everyone can maximize individual potential and live life to its fullest. A society in which we comfortably coexist, helping each other while respecting mutual independence.

Unicharm continually considers every moment of life. From birth to adulthood, and all the years in between. From this generation to the next, and many years into the future.

We endeavor to realize a diverse, inclusive, and sustainable world, protecting and supporting life for people and society through "kindness" in various forms.

Baby care that supports and comforts both infants and families. Nursing care that helps people live a full life at any age. Environments that ensure our pets a warm welcome by the family and neighborhood. Feminine care that helps lift spirits during the monthly cycle. Good hygiene that helps enhance and expand pleasant interactions for everyone.

This is the kindness we at Unicharm have always valued.

As we create and extend such kindness, we must emphasize not only the well-being of individuals but also the well-being of society and our planet as a whole. When we picture the manufacturing that sustains local economies, we imagine the faces of people at work and their families.

When we consider the dynamic switch to renewable energy, we visualize a future with reduced global warming.

At Unicharm, we strive for all of our business activities to reflect kindness, thereby contributing to a diverse, inclusive, and sustainable world for our future.

Unicharm continues to conduct business while championing the freedom of individuals to pursue their own way of life, based on our corporate philosophy of "NOLA & DOLA."\*

In the decade to come, we at Unicharm will continue to affirm this ideal, providing kindness and support at every moment, throughout every lifetime.

\*"NOLA & DOLA": Necessity of Life with Activities & Dreams of Life with Activities

Our corporate philosophy: Unicharm aims to provide all people, from newborns to the elderly, with products and services that provide mental and physical support through gentle care so that they may be free of their burdens and can fulfill their dreams.

## Kyo-sei Life Vision 2030 For a Diverse, Inclusive, and Sustainable World

In order to realize the world we envision, Unicharm upholds the following three commitments based on our corporate principles of fair and transparent management.

#### Safeguarding the well-being of individuals

#### Our goal

Our aim is to provide products and services that contribute to the realization of a society where all people can have a sense of individuality and enjoy their daily lives.

#### Key initiatives

- Extension of healthy life expectancy and improvement of QOL
- Support for a society where gender and sexual orientation do not restrict people's activities
- Coexistence with pets
- Improvement of childcare

**Realizing a Cohesive Society** 

• Improvement of public hygiene

### Kev initiatives

Our goal

- Innovations to achieve "NOLA & DOLA"
- Practicing sustainable lifestyles
- Construction of value chains that take account of sustainability

Our aim is to provide products and services that not only improve the

safety, security, and satisfaction of our customers but also contribute

to solving social issues and promoting sustainability.

- Improvement of customer satisfaction
- Provision of safe, reliable products



#### Our goal

Our aim is to provide products and services that are sanitary and convenient, as well as contribute to activities that improve our planet's environment.

#### **Key initiatives**

- Development of eco-friendly products
- Expanding our line of recycled models
- Addressing climate change
- Promotion of product recycling
- Reduction of the amount of plastic materials used

#### Our goal

Our aim is to pursue fairness and transparency in order to establish and retain stakeholder trust.

#### Key initiatives

- Management practices that take sustainability into account
- · Practice of appropriate corporate governance
- · Promotion of diversity management
- · Fostering the development of competent human resources
- · Construction of healthier workplaces and workplace safety systems

#### **Unicharm Principles**

## Our Approach to Realizing a Cohesive Society by 2050

Our mission is to realize a cohesive society. With the year 2050 set as the target date for bringing such a society into being, we will strive to realize our vision of the company we aspire to be and have conceived carefully focused approaches to draw closer to that vision from where we are today.

### **Realizing a Cohesive Society in 2050**

	Acceleration of aging society		Normalization of wome	n's social advancement	Expansion of diversity					
Possible Trends in 2050	Evolution of the IoT and AI		Destabilization of society and novel		Diffusion of circular economy					
	Socioeconomic growth in Africa		Collapse/reconstruction changes in resource		Global changes in demographic dynamics					
Desirable Future in 2030 Based on Our Vision	Societ A cohesive society where the society, and our planet is main	e well-being o		support healthy to the elderly–a	harm ] ovides social infrastructure to nds for people-from newborns her animals (pets), while at the being of society and our planet					
Our Approach to Realizing the Desirable Futeure of 2030	Expansion throughout the world	Evolution of	of products and services Personalizat		n	Circular economy				

### The Formulation of Kyo-sei Life Vision 2030

Phase 1

#### Identify Material Issues

To define our material issues, we implemented the following steps. These steps helped us extract material issues and draw a matrix diagram.

#### **Extraction of relevant issues**

We extracted 513 relevant social issues from many literature sources. We categorized them into 44 groups (ISO 26000, GRI, SDGs, FTSE, MSCI, DJSI, etc.) based on four points of view.

### External assessment

We asked 56 organizations to participate in surveys to assess the degree of importance assigned to various issues from an external viewpoint (stakeholders' viewpoint) and received responses from 32 organizations.

#### 5 Identify Material Issues

We listed the main themes underlying where we wanted the Company to be in 2050 and the various approaches that we would have to take in order to achieve those goals; then we speci ed material issues. The results of these deliberations were subsequently approved by the ESG Committee.

See next page for our material issue matrix diagram

#### 2 Internal assessment

We surveyed about 900 people associated with Unicharm, including members of the Board of Directors, executive officers, headquarters directors, subsidiary presidents, and managers.

#### 4 Workshop with executive officers

A meeting of executive of cers was held to study the SDGs, followed by a workshop where executives offered their opinions about what society might look like in 2050 as well as possible directions the Company should take.



Formulation of indicators linked to the material issues and target values

We examined various indicators and targets pertaining to the material issues as outlined below.

- Implementation of research into ESG assessment institutions and competitors' benchmarks
- 2 Comparison between branding strategies of our products
- Exchange of opinions with general managers and senior managers
- Creation of indicators and initial proposals for targets
- Discussions with the Marketing Division and the R&D Division



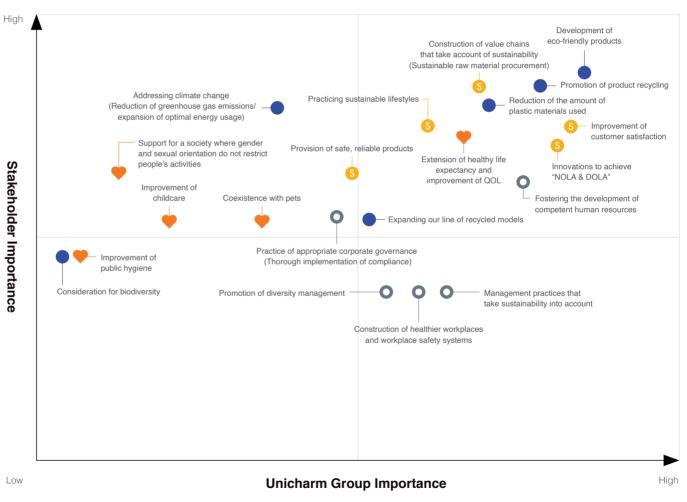
#### Finalization of indicators and target values

We formulated indicators linked to the material issues and target values. These were subsequently approved by the ESG Committee.

#### Approval by ESG Committee

## The Formulation of Kyo-sei Life Vision 2030

Material Issue Matrix Diagram
Safeguarding the well-being of individuals
Safeguarding the well-being of society
Safeguarding the well-being of our planet
Unicharm Principles



## Unicharm Group Medium- to Long-Term ESG Goals

#### Key Initiatives, Indicators, Target Values, and Results

	la dia stara		Results	Medium- to long-term goals			
Key initiatives	Indicators	2021	2022	2023	Target value	Target year	
Safeguarding the well-being of indivi	duals Our aim is to provide products and services that contribute to the realization of a society whe	re all people car	n have a sense c	of individuality an	nd enjoy their dai	ly lives.	
Extension of healthy life expectancy and improvement of QOL	Percentage of products and services that contribute to the realization of a society where everyone can have a sense of individuality	100%	100%	100%	100%	2030	
Support for a society where gender and sexual orientation do not restrict people's activities	Percentage of products and services that contribute to a society where people around the world are free from discrimination by gender or sexual orientation (including products and services that contribute to the elimination of sexual discrimination still present in certain countries and regions)	100%	100%	100%	100%	2030	
Coexistence with pets	Percentage of products and services that contribute to the realization of a society where pets are welcomed by family members and community residents	100%	100%	100%	100%	2030	
Improvement of childcare	Percentage of products and services that contribute to the realization of a society where infants and their families can live healthily and happily	100%	100%	100%	100%	2030	
Improvement of public hygiene	Percentage of products and services that contribute to activities that can reduce the spread of preventable infectious diseases (contact transmission or droplet transmission)	100%	100%	100%	100%	2030	
Safeguarding the well-being of society	Our aim is to provide products and services that not only improve the safety, security, and satisfaction of our	customers but als	o contribute to sc	lving social issue	s and promoting s	ustainability.	
Innovations to achieve "NOLA & DOLA"	Percentage of products and services that contribute to freedom from various burdens and finding enjoyment in life	100%	100%	100%	100%	2030	
Practicing sustainable lifestyles	Percentage of products and services suitable for the SDGs Theme Guideline, an internal guideline for contributing to sustainability	100%*	10.5%	5.9%	50%	2030	
Construction of value chains that take account of sustainability	Percentage of products and services that use raw materials procured from local production for local consumption, thereby contributing to local economies based on the perspectives of the environment, society, and human rights	Development ongoing	Development ongoing	Development ongoing	Double ( Compared with 2020 )	2030	
Improvement of customer satisfaction	Percentage of products and services supported by consumers (No. 1 market share)	23.4%	23.6%	23.2%	50%	2030	
Provision of safe, reliable products	Percentage of products to which a new internal guideline for safety and quality has been set and certification has been granted	100%	100%	100%	100%	2030	

\*The 2021 result for "practicing sustainable lifestyles" was changed from number of cases (products and services) to percentage of products and services conforming to the SDGs Theme Guideline.

## Unicharm Group Medium- to Long-Term ESG Goals

#### Key Initiatives, Indicators, Target Values, and Results

	Laffrada a		Results	Medium- to long-term goals		
Key initiatives	Indicators	2021	2022	2023	Target value	Target year
Safeguarding the well-being of our pl	anet Our aim is to provide products and services that are sanitary and convenient, as well as contr	ibute to activities	that improve ou	ır planet's envirc	onment.	
Development of eco-friendly products	Number of products and services that implement "3Rs + 2Rs" based on Unicharm's unique approach	Development ongoing	2	2	10 or more	2030
Expanding our line of recycled models	Number of disposable paper diaper recycling facilities introduced	Development ongoing	1	1	10 or more	2030
Addressing climate change	Percentage of renewable energy used for business operations in total	7.3%	11.0%	22.8%	100%	2030
Promotion of product recycling	Material recycling of nonwoven products using recycling resources	Development ongoing	Development ongoing	Development ongoing	Start of commercial usage	2030
Reduction of the amount of plastic materials used	Percentage of virgin plastics to total plastics	Development ongoing	Development ongoing	Development ongoing	Reducaed by half (Compared with 2020)	2030
Unicharm Principles Our aim is to pur	sue fairness and transparency in order to establish and retain stakeholder trust.					
Management practices that take	Maintain and improve ratings by external evaluation agencies.	_	_	_	Highest level	Every year startin from 2026
sustainability into account	Number of serious human rights violations in the value chain.	Zero	1 (revised)	1 (revised)	Zero	Every year
Practice of appropriate corporate governance	Number of serious compliance violations.	Zero	Zero	Zero	Zero	Every year
Promotion of diversity management	Percentage of female managers driven by the provision of various opportunities for women.		23.2%	24.7%	30% or more	2030
Fostering the development of competent human resources	Percentage of positive answers received for the "Growth through Work" section of the employee awareness survey	<b>81.4%</b> (Japan)	89.2%	88.7%	80% or more	2030
Construction of healthier workplaces and workplace safety systems	Reduction in the percentage of employees on leave for mental or physical health reasons by improving the workplace environment so that employees can work with peace of mind and maintain mental and physical health	7 employees (Japan)	7 employees (Japan)	9 employees (Japan)	Reducaed by half (Compared with 2020)	2030

## Unicharm Group Medium- to Long-Term ESG Goals Contributing to the SDGs

Key initiatives	1 ₩5 <b>Å∗††÷Ť</b>	2 ##* *0:: {::(		4 RORUBRE AAGE	5 xxxx-*** ©		7 2306-24452 1259-50	8 88555				12 35588 COO	13 rerbi: Raduure	14 #08.055 ****	15 ####################################		17 ##**#################################
Safeguarding the well-being of individuals																	
Extension of healthy life expectancy and improvement of QOL			•	•				•			•	•	٠		•		
Support for a society where gender and sexual orientation do not restrict people's activities	•		•	•	•			•		•	•	•	٠		•		
Coexistence with partner animals (pets)			•	•				•			•	•	٠	٠	•		•
Improvement of childcare			•	•	•			•			•	•	٠		٠		
Improvement of public hygiene			•	•		•		•			•	•	•		•		
Safeguarding the well-being of society																	
Innovations to achieve "NOLA & DOLA"	•		•						•				٠	٠	•		
Practicing sustainable lifestyles				•		•	•	•				•	•	•	•		
Construction of value chains that take account of sustainability	•			•		•	•	•	•	•	•	•	•	•	•		
Improvement of customer satisfaction			•	•								•					
Provision of safe, reliable products			•						•			•					
Safeguarding the well-being of our planet																	
Development of eco-friendly products						•	•		•			•	•	٠	٠		
Expanding our line of recycled models						•	•		•			•	•	•	•		•
Addressing climate change						•	•		•			•	•	•	•		
Promotion of product recycling						•	•		•			•	٠	•	•		
Reduction of the amount of plastic materials used							•		•			•	٠	٠	•		
Unicharm Principles																	
Management practices that take sustainability into account	•		•	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Practice of appropriate corporate governance								•				•				•	
Promotion of diversity management	•			•	•			•		•							
Fostering the development of competent human resources	•		•	•	•			•		•							
Construction of healthier workplaces and workplace safety systems			•	•	•			•		•							

### Sustainability Promotion System

Kyo-sei Life Vision 2030 will be carried out with the following promotion structure, which is a cross-enterprise organizational system.

