

Taisei Signs DBJ Interactive Sustainability-Linked Loan Agreement with the Development Bank of Japan

December 24, 2021
Taisei Corporation

On December 24, Taisei Corporation (President: Yoshiro Aikawa) and Development Bank of Japan (DBJ) (President: Hajime Watanabe) signed a loan agreement for a DBJ interactive sustainability-linked loan (hereafter "loan").

The loan will be based on the Sustainability Linked Loan Principles (SLLP) formulated by the Loan Market Association and other entities and the Green Loan and Sustainability Linked Loan Guidelines established by the Ministry of the Environment (hereafter "MOE Guidelines"). The lender, DBJ, will use an interactive process to provide assistance to the borrower in establishing appropriate Key Performance Indicators (KPI) and Sustainability Performance Targets (SPT) to help achieve advanced sustainable operation, and will also conduct regular dialogue to help to achieve the SPT during the loan period.

Taisei is working to become a front runner in the environmental field as expressed in its "Taisei Vision 2030," its vision for the medium- to long-term, and its midterm management plan (2021-2023). Taisei is also working to help to achieve a sustainable and environmentally conscious society as expressed in its Taisei Green Target 2050 that contains the company's environmental targets for the year 2050, and is promoting adoption in the value chain through the development and practical realization of next-generation advanced function Zero Energy Buildings (ZEB) and so on. Accordingly, Taisei has established the environmental target for "Reduction of design-build estimated CO₂ emissions at building operation stage" as the KPI and SPT for this loan.

KPI	SPT
Anticipated CO ₂ emissions reduction rate of Taisei design and construction projects (compared to 1990 levels)	FY 2023 reduction rate 43%

Taisei will continue to actively promote efforts to achieve a sustainable and environmentally conscious society based on the Taisei Group Philosophy "To Create a Vibrant Environment for All Members of Society."

[Content of internal review]

1. Selection of internal review

For the execution of the loan, Taisei and the DBJ held discussions regarding confirmation of compliance with the SLLP and MOE Guidelines, and selected an internal review.

2. SPT outline

Taisei has established guidelines for measuring the status of the application of energy-saving technologies including ZEB, which help to reduce CO₂ emissions at the building operation stage, in the building design.

3. Internal expertise relating to SPT

Based on the Taisei Group Philosophy “To Create a Vibrant Environment for All Members of Society” and the Taisei Spirit, Taisei is working to resolve sustainability issues through operations centered on the construction industry. The company's basic sustainability policy is to help to achieve a resilient society that enables people to live lives filled with culture and abundance.

Key policies and measures relating to overall environmental, social and governance (ESG) criteria are reviewed by the company's CSR Committee, and the basic policy for environmental management and the formulation of medium- to long-term targets is reviewed by the Environment Committee, after which they are discussed and finalized at a meeting of the Board of Directors.