

# Environment

An environmental impact is unavoidable in the logistics business. The NRS GROUP will continue to pursue how we can reduce our environmental impact and realize environmentally friendly and sustainable business operations.

## Environmental Policy

We promote a logistics system that ensures the prevention of environmental pollution as we develop our transport, storage, and other related services, mainly for chemical products.

We comply with all environmental laws, regulations, ordinances, and other agreements and arrangements that we have concluded. Considering the impact of our business activities on the environment, we will focus on the following key issues, including the reduction of CO<sub>2</sub> emissions, which have a significant impact on global warming and air pollution. (This includes the support, promotion and management of environmental activities undertaken by sales offices and group companies.)

1. Measures to prevent air pollution, water pollution and global warming
2. Reduction of waste through appropriate waste management and promotion of recycling
3. Promotion of resource saving, energy saving and green purchasing.

## To Achieve Carbon Neutrality

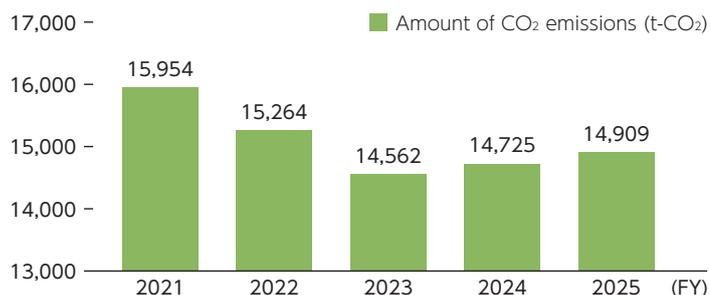
NRS aims to achieve carbon neutrality by its 100th anniversary in 2046 ahead of government policy targets.

In FY 2025, we reviewed the electricity contract at one domestic location. We have completed the introduction of CO<sub>2</sub>free electricity at 14 domestic bases.

We have also introduced scope management to enhance the visibility of our operations and remain committed to advancing decarbonization of our business as planned.

## Initiatives to Reduce CO<sub>2</sub> Emissions

The NRS tracks energy consumption and monitors CO<sub>2</sub> emissions from its business operations. In FY 2025, we increased the use of CO<sub>2</sub>-free electricity and successfully reduced CO<sub>2</sub> emissions from electricity by 109 tons. Meanwhile, because of the increased consumption of diesel oil and other energy sources, overall CO<sub>2</sub> emissions increased by 184 tons. We will continue our efforts towards achieving carbon neutrality.



## Amount of CO<sub>2</sub> Emissions by Scope

NRS has been calculating Scope 1 and Scope 2 emissions since 2019 with the aim of achieving carbon neutrality by 2046. CO<sub>2</sub> emissions from electricity have steadily decreased over the past five years. On the other hand, CO<sub>2</sub> emissions from diesel and other fuels have increased due to increased operations.



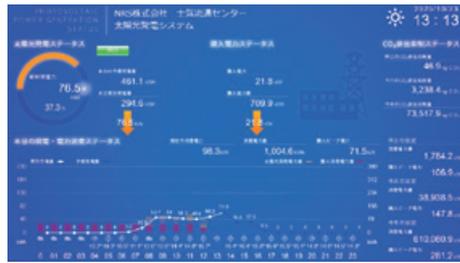
Amount of CO<sub>2</sub> Emissions by Scope in FY 2025  
 Scope1 10,170 t-CO<sub>2</sub>  
 Scope2 4,739 t-CO<sub>2</sub>

## Detailed measures regarding our efforts to promote energy conservation and the use of renewable energies are outlined below.

- 1) Use of green power : 14 business bases in Japan have switched to green power.
- 2) Installation of solar power generation systems : The solar power generation systems installed at 5 logistics centers and Kumamoto Branch are currently operational.
- 3) Switching to LED lighting : We installed LED lighting in all warehouses in Japan.
- 4) Promotion of eco-driving : We obtained Green Management Certification for 8 trucking bases in Japan.



Solar panels installed at the Toke Distribution Center



Power generation status

## Circular (economy) Initiatives for Tank Containers

ISO tank containers, IBCs, and some other types of containers can be cleaned after carrying products and reused as returnable containers over a long period of time. In addition, the tanks themselves are made of corrosion-resistant stainless steel and, when they become old and need to be replaced, are recycled as stainless steel through scrapping. In this FY, NRS retired 100 old containers and sent them for recycling. NRS will continue to develop and use various types of returnable containers, including tank containers for alternative energy sources and small metal containers for solvents, to reduce environmental impact, minimize waste, and make effective use of limited resources.

## Prevention of environmental pollution

Through these efforts, we preserve the current quality of the air and water environments while striving for further improvement. We carefully manage our operations using environmental data to ensure that we remain free of environmental problems. We are also acquiring environmental ISO certifications for additional sections of our business operations. In FY 2025, we additionally acquired ISO certifications for the Chubu Logistics Center and the Tokai warehouse, as well as the Kyushu Logistics Center.

