

March 31, 2023

Sumitomo Life Insurance Company

Sumitomo Life Group sets reduction target concerning greenhouse gas emissions - Contribution to the future well-being of the planet -

Sumitomo Life Insurance Company (President & CEO: Yukinori Takada; hereinafter "Sumitomo Life") has decided to aim for net zero greenhouse gas ("GHG") emissions by 2050, and has set a Group reduction target for 2030 and revised Sumitomo Life's reduction targets.

1. Purpose

In "Sumitomo Life Group Vision 2030"^{*1}, Sumitomo Life has set the long-term vision of becoming "an insurance group that continuously contributes to the future well-being of Japan, the world, and the planet" ; we have defined our vision for 2030—an indispensable insurance group that contributes to well-being—to guide us toward realizing our long-term vision.

The Sumitomo Life Group Vision 2030 calls for "improvement of the global environment" through continuous efforts to decarbonization. As part of this specific initiative, Sumitomo Life has set its Group GHG emission reduction targets.

^{*1} Please refer to our news release "Formulation of "Sumitomo Life Group Vision 2030" and "Sumitomo Life Medium-Term Business Plan 2025" for details.

2. Sumitomo Life Group^{*2} Initiatives for GHG reduction

a. Set reduction targets

Sumitomo Life has already set GHG reduction targets on a non-consolidated basis and is working to reduce GHG emissions. This time, we have revised this target level and set the following reduction targets for the Sumitomo Life Insurance Group.

This target level is aimed at achieving the 1.5°C scenario (pursuing efforts to limit temperature increase within 1.5°C from pre-industrial levels) set forth in the Japanese government's policy and the Paris Agreement, and Sumitomo Life Group as a whole, aims to achieve net zero GHG emissions in 2050.

2050 Target	Net zero GHG emissions ^{*3}
2030 Target	Scope1+2+3 ^{*3} : -50% (compared with FY2019)

^{*2} Scope of coverage is Sumitomo Life Insurance and its consolidated subsidiaries.

^{*3} Scope 1, 2, and 3 are concepts in the GHG emissions accounting and reporting standards for businesses stipulated by the GHG Protocol and refers to the following.

- Scope 1: Direct emissions from fuel use at Sumitomo Life Group
- Scope 2: Indirect emissions from use of electricity and heat purchased by Sumitomo Life Group
- Scope 3: Indirect emissions from business activities other than those in Scope 1 and 2

For Scope 3, the categories that can be reduced through proactive efforts by Sumitomo Life Group and our employees

are covered.

The target categories are 1, 3, 4, 5, 6, 7, and 12.

b. Toward emissions reduction

Sumitomo Life Insurance has been working to reduce GHG emissions through a variety of initiatives, such as reducing paper consumption through the online filing of benefit claims, utilizing remote work and telecommuting, reducing business trips through online meetings with remote locations, and installing energy-saving equipment and renewable energy-derived electricity in office buildings.

Going forward, we intend to expand these efforts to all group companies and promote group-wide reduction efforts while raising the environmental awareness of our employees.

3. Sumitomo Life (Non-Consolidated)

a. Revision of reduction targets

Sumitomo Life Insurance set the 2050 net zero reduction target for its asset portfolio in April 2021 and the 2030 reduction target in June 2021 (-42% compared with FY2019 on a non-consolidated basis), and has been promoting efforts to achieve these targets. In line with the above Group targets, we have raised the target level as follows.

	Before Revision	After Revision
Target for 2030	Intensity ^{*4} -42% (compared with FY2019)	Same as on the left -50% (compared with FY2019) ^{*5}
Assets covered ^{*6}	Domestic and overseas listed stocks, corporate bonds and loans	In addition to the left, real estate for investment ^{*7} and infrastructure investment ^{*8}

*4 GHG emissions divided by the current portfolio value (GHG emissions proportional to amount of balance held in the portfolio)

*5 This level also meets the reduction level recommended by the Net-Zero Asset Owner Alliance, of which Sumitomo Life Insurance have joined.

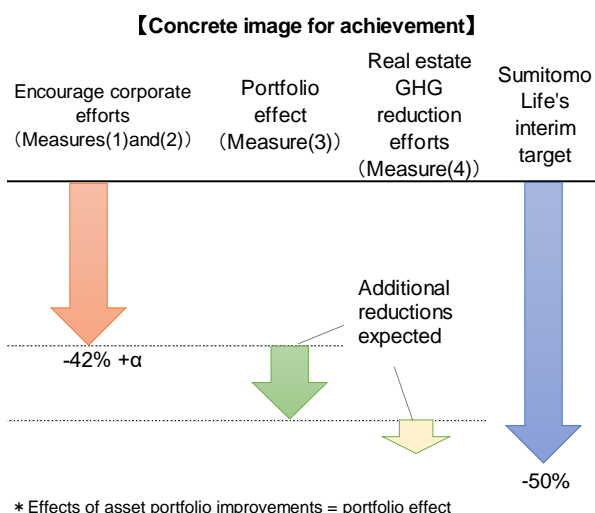
*6 Scope covered continues to be Scope 1 and 2 of the investees. Delegated assets are included in Assets covered.

*7 Real estate for investment has been classified as above Scope 1+2+3 along with operating real estate, but will be classified as asset portfolio upon this revision.

*8 Infrastructure investments (debt), such as project finance, have been included in loans, but with this revision, infrastructure investments (equity) will be newly added and both assets will be classified as infrastructure investments.

b. Efforts to reduce emissions

As specific initiatives, we will continue to support corporate efforts to decarbonize through dialogue with investee companies (Measure (1)) and green financing and transition financing (Measure (2)). In addition, we aim to achieve this goal by accumulating low-carbon assets through infrastructure investments such as renewable energy projects (Measure (3)) and GHG reduction in the real estate investment (Measure (4)).



【Outline of each measure】

Measure	Outline
(1) Promote dialogue for decarbonization	<ul style="list-style-type: none"> Responding to climate change is a pressing global issue, and the urgency is increasing even further. Therefore, we will hold dialogues with our investees, including high-emitting companies, based on a level equivalent to the Japanese government's effort target*⁹. In conducting the dialogue, we will take into account the characteristics of each company and industry.
(2) Promote green financing and transition financing	<ul style="list-style-type: none"> We will actively work to set the investment target amounts (described below), from the perspective of encouraging the transition toward decarbonization mainly of high-emitting companies. In particular, we are actively working on transition financing, which will contribute to future reductions, although there is a challenge that it may temporarily increase the GHG emissions of the asset portfolio. *¹⁰
(3) Investments in low-carbon assets	<ul style="list-style-type: none"> We will actively work on renewable energy project financing, etc. Investments in low-carbon assets are expected to have a dilutive effect on the intensity of GHG emissions.
(4) Real estate GHG reduction efforts	<ul style="list-style-type: none"> We will promote energy conservation through the use of LEDs and switching to electricity derived from renewable energy sources to reduce GHG emissions.
ESG-thematic investments for the	<ul style="list-style-type: none"> We have set a target of 700 billion yen (cumulative total over three years) for ESG-thematic investments*¹¹. Of this amount,

next mid-term management plan period (FY2023-FY2025)	we have set a target of 400 billion yen for climate solution investment ^{*12} and will work to achieve it as soon as possible. • In addition to the above, we will actively work on impact investing and expand measurement and disclosure of social impact.
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*9 The Japanese government's effort target of "-50% (on a total volume basis) compared to FY2013" will be "-41.9%" on a FY2019 basis.

*10 See "[Basic Policy on Responsible Investment](#)" for our approach to transition finance.

*11 Refers to investments for projects where the use of the funds will contribute to the achievement of the SDGs.

*12 Refers to ESG-thematic investments and loans aimed at climate change mitigation and adaptation (e.g., green finance, transition finance, investments and financing for renewable energy).

Please refer to the attached "Sumitomo Life Group Roadmap for Climate Change Response" for an overall picture of our efforts.

Attached file: Sumitomo Life Group Roadmap for Climate Change Response

