

## Recommended disclosures from the TCFD

| Recommendations <sup>i</sup>                                                                                                                                               | Recommended disclosures                                                                                                        | Page /related information <sup>ii</sup>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
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| <b>Governance</b><br>Disclose the organization's governance around climate-related risks and opportunities.                                                                | a) Describe the board's oversight of climate-related risks and opportunities.                                                  | <b>•Integrated Report 2021</b><br>> Promoting ESG Management (Page 62)<br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > Governance for Addressing Climate Change (Page 67)<br>> Corporate Governance System (Page 92-93)<br><b>•Sustainability Report 2021</b><br>> Material Issues (Page 16)<br>> ESG Management Promotion Structure (Page 19)<br>> Environmental Management (Page 46-49)<br>> Board of Directors, ESG Promotion Committee, Risk Management Committee (Page 104)                                                                                                                                                                      |
|                                                                                                                                                                            | b) Describe management's role in assessing and managing climate-related risks and opportunities.                               | <b>•Integrated Report 2021</b><br>> Message from the President (Page 7-10)<br>> Material Issues (Page 14)<br>> Promoting ESG Management (Page 62)<br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > Governance for Addressing Climate Change (Page 67)<br>> Corporate Governance System (Page 92-93)<br>> Officer Remuneration (Page 95)<br><b>•Sustainability Report 2021</b><br>> Message from Management (Page 7-10)<br>> ESG Management Promotion Structure (Page 19)<br>> Environmental Management (Page 46-49)<br>> Corporate Governance System (Page 103)<br>> Board of Directors, ESG Promotion Committee, Risk Management Committee (Page 104) |
| <b>Strategy</b><br>Disclose the actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning | a) Describe the climate-related risks and opportunities the organization has identified over the short, medium, and long term. | <b>•Integrated Report 2021</b><br>> Sekisui House's Operating Environment (Page 13)<br>> Fifth Mid-Term Management Plan (Page 27-28)<br>> TCFD_SECTION 2. Scenario Analysis: Risks and Opportunities (Page 68-75)<br><b>•Sustainability Report 2021</b><br>> Risks and Opportunities (Page 14)<br>> Contributing to the Emergence of a Carbon-free Society (Page 28-35)<br>> International Business and ESG Management (Page 113, 115, 116, 117, 118)                                                                                                                                                                                                                              |

| Recommendations <sup>i</sup>                                                                                     | Recommended disclosures                                                                                                                                      | Page /related information <sup>ii</sup>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
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| where such information is material.                                                                              | b) Describe the impact of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning.                        | <b>•Integrated Report 2021</b><br>> Material Issues (Page 14)<br>> TCFD_SECTION 2. Scenario Analysis: Risks and Opportunities (Page 68-75)<br><b>•Sustainability Report 2021</b><br>> NEXT SEKISUI HOUSE 30-year Vision (Page 13)<br>> Material Issues (Page 16)<br>> Sustainability Vision 2050 (Page 18)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|                                                                                                                  | c) Describe the resilience of the organization's strategy, taking into consideration different climate-related scenarios, including a 2°C or lower scenario. | <b>•Integrated Report 2021</b><br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > The Sekisui House Group's Approach to Addressing Climate Change (Page 66)<br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > The Sekisui House Group's Vision and Challenges in Achieving It (Page 67)<br>> TCFD_SECTION 2. Scenario Analysis: Risks and Opportunities > Features of the Sekisui House Group's Approach to Climate Change Scenarios (Page 68)<br>> TCFD_SECTION 2. Scenario Analysis: Risks and Opportunities > Confirmation of the Resilience of the Sekisui House Group's Existing Strategies (Page 68)<br>> TCFD_SECTION 3. Future Issues for the Sekisui House Group > Identification of Major Risk Factors That Have a Large Financial Impact (Page 76) |
| <b>Risk management</b><br>Disclose how the organization identifies, assesses, and manages climate-related risks. | a) Describe the organization's processes for identifying and assessing climate-related risks.                                                                | <b>•Integrated Report 2021</b><br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > Governance for Addressing Climate Change (Page 67)<br><b>•Sustainability Report 2021</b><br>> ESG Management Promotion Structure (Page 19)<br>> Stakeholder Engagement (Page 20-21)<br>> Major Initiatives & Participating Organizations (Page 22)<br>> Environmental Management (Page 46-49)<br>> Corporate Governance System (Page 103)<br>> Board of Directors, ESG Promotion Committee, Risk Management Committee (Page 104)                                                                                                                                                                                                                                                                       |

| Recommendations <sup>i</sup>                                                                                                                                          | Recommended disclosures                                                                                                                                   | Page /related information <sup>ii</sup>                                                                                                                                                                                                                                                                                                                                                                                                              |
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|                                                                                                                                                                       | b) Describe the organization's processes for managing climate-related risks.                                                                              | <b>•Integrated Report 2021</b><br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > Governance for Addressing Climate Change (Page 67)<br><b>•Sustainability Report 2021</b><br>> ESG Management Promotion Structure (Page 19)<br>> Environmental Management (Page 46-49)<br>> Board of Directors, ESG Promotion Committee, Risk Management Committee (Page 104)                                                             |
|                                                                                                                                                                       | c) Describe how processes for identifying, assessing, and managing climate-related risks are integrated into the organization's overall risk management.  | <b>•Integrated Report 2021</b><br>> TCFD_SECTION 1. Strategy and Governance for Addressing Climate Change > Governance for Addressing Climate Change (Page 67)<br><b>•Sustainability Report 2021</b><br>> ESG Management Promotion Structure (Page 19)<br>> Environmental Management (Page 46-49)<br>> Board of Directors, ESG Promotion Committee, Risk Management Committee (Page 104)                                                             |
| <b>Metrics and targets</b><br>Disclosure of metrics and targets used to assess and manage climate-related risks and opportunities where such information is material. | a) Disclose the metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process. | <b>•Integrated Report 2021</b><br>> Themes and KPIs for Initiatives for Material Issues (Page 16)<br><b>•Sustainability Report 2021</b><br>> Addressing Material Issues ❶: Lead the way to a decarbonized society (Page 27)<br>> Leading the emergence of a decarbonized society (Page 28-35)<br>> Eco-First Promise (Page 50)<br>> ESG data (Page 120-124, 126-134)<br>> Independent Assurance Report (Page 148)                                    |
|                                                                                                                                                                       | b) Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks.                                         | <b>•Integrated Report 2021</b><br>> TCFD_SECTION.1 Strategy and Governance for Addressing Climate Change (Page 66-67)<br>> TCFD_SECTION 2. Scenario Analysis: Risks and Opportunities (Page 68-75)<br><b>•Sustainability Report 2021</b><br>> Sustainability Vision 2050 (Page 18)<br>> Addressing Material Issues ❶: Leading the Emergence of a Carbon-free society (Page 27)<br>> Contributing to the Emergence of a Carbon-free Society (Page 28) |

| Recommendations <sup>i</sup> | Recommended disclosures                                                                                                             | Page /related information <sup>ii</sup>                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
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|                              |                                                                                                                                     | > ESG data (Page 121-124, 127-128)<br>> Independent Assurance Report (Page 148)                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|                              | c) Describe the targets used by the organization to manage climate-related risks and opportunities and performance against targets. | <b>•Integrated Report 2021</b><br>> Financial and Non-Financial Highlights (Consolidated) (Page 34)<br>> Strengthening and Expanding Our Net Zero Energy Housing (ZEH) (Page 64)<br>> 10-Year Highlights (Consolidated) > Non-Financial Data (Page 110)<br>> TCFD_SECTION.1 Strategy and Governance for Addressing Climate Change (Page 66-67)<br><b>•Sustainability Report 2021</b><br>> Addressing Material Issues ❶:Leading the Emergence of a Carbon-free society (Page 27)<br>> ESG data (Page 120-124, 126-134) |

i : The recommendations and recommended disclosures in the table are based on TCFD's *Final Report: Recommendations of the Task Force on Climate-related Financial Disclosures* (June 2017).

ii : Please refer to the following address for Sustainability Report 2021  
<https://www.sekisuihouse.co.jp/english/company/sustainable/2021/>