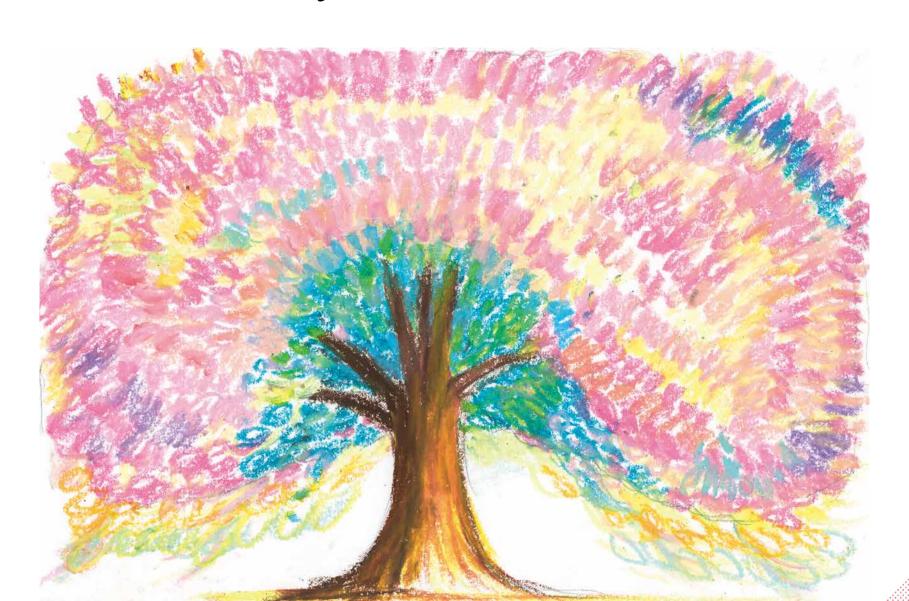


# Sustainability Communication Book 2025





Nagase ChemteX Sustainability Promotion

Since 2021, Nagase ChemteX has made steady progress toward a more sustainable future, guided by our slogan: "We Will Create a Brighter Future through Chemistry"

2022~2023

**Delivering to all employees! Enhancing activities that deepen** understanding of sustainability.

2024~2025

Placing sustainability at the heart of our business! Launching initiatives with participation of all employees!

START 2021 Hop!

**Both early-career and mid-career** employees working for the future!



After launching the Sustainability Promotion Project, we identified three material issues.

Story up to their determination shared on our official note (Available in Japanese only)

no+e



Launching the Sustainability Promotion Committee! We also created subcommittees for each materiality. This reinforced the organization, helping sustainability awareness to permeate.

### ······ Materialities ······

- 1. Transform our chemical plant into an environmentally-friendly facility
- 2. Create a brighter future through chemical materials and technology development
- 3. Create a workplace environment where employees are happy to continue working



Committee functions transferred to the management strategy meeting composed of executives and general managers. Subcommittees continue activities as task forces.



Aiming to Be a Chemical Company Kind to Both People and the Environment

> My name is Yoshiyuki Morita, and I was appointed Representative Director and President in April 2025. In spite of the difficulties we anticipate moving forward, we will continue to develop as a robust company that can continue to grow in any kind of environment, with being a chemical company kind to both people and the environment as the cornerstone of our management.

> As the core of the NAGASE Group's production functions, our company supplies a diverse array of chemical products such as sealants for electronic components, chemicals for semiconductor and LCD applications, and industrial functional chemicals and intermediates. Through the enhancement and fusion of technologies using our unique creativity with chemical synthesis and compounding design as its foundations, we have closely supported our customers' development.

> Moving forward, we will continue to refine our technological development ability as a manufacturing company, contributing to the realization of a sustainable society.

# **Materialities**

Important issues for Nagase ChemteX to work on We have determined three materialities, which are priority issues we are working to handle in order to carry out sustainable business activities. Initiatives for each of these materialities are introduced on the pages below.



Transform our chemical plant into an environmentally-friendly facility



-<u>}</u>







P.6 Initiatives for Reducing CO<sub>2</sub> Emissions





Promoting a modal shift, aiming for sustainability logistics

Contributing to a decarbonized society Office paper recycling



Create a brighter future through chemical materials and technology development







P.7 Initiatives for a Resource Recycling Society



New ideas to keep resources and components from going to waste!
Easily dismantlable adhesive

# MATERIALITY 3

Create a workplace environment where employees are happy to continue working





P.8 Initiatives for Improving Employee Engagement



Supporting work-life balance

<u>Creating a culture and environment</u> where people respect each other and can talk freely



### **MATERIALITY**

**Transform our chemical plant into** an environmentally-friendly facility Initiatives for Reducing CO<sub>2</sub> Emissions





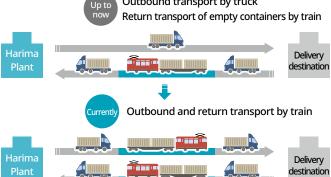




# Promoting a modal shift, aiming for sustainability logistics



Outbound transport by truck



Yearly CO<sub>2</sub> emissions reduced by approximately 24 tons Contributed to reducing driving hours by 1,000

We are promoting a modal shift through improved distribution routes and changing to low environmental burden transport methods.

### **Promoting Member's** Voice



Logistics Control Team, Production Management Sec., Production Management Div., Precision Process Materials Dept.

Hiroshi Kiyoshige

As initiatives for social issues such decarbonization promotion and lack of drivers, we achieved a modal shift in a portion of product transport between Himeji and Yamagata. This was achieved while resolving the problems of extended lead time and also improving safety measures.

# Office Papery Recycling to Contribute to a Decarbonized Society

In February 2024, this company and special subsidiary NAGASE MIRAI launched paper recycling activities for office paper used within the Harima Plant, including confidential documents.



Documents for disposal are put into a dedicated recycling box which is kept locked.





A recycling company handles dissolution treatment.

Our office paper gets a second life as 100% recycled toilet paper.

Yearly CO<sub>2</sub> emissions reduced by approximately 1.5 tons



### **Promoting Member's** Voice



Beautification Maintenance Unit, Management Promotion Group, NAGASE MIRAI Corporation Kazuhiko Makinose

In response to employee requests, we increased the number of recycling boxes from five to ten one year after launching the initiative. This growth reflects a steady rise in awareness of our efforts. Together with Nagase ChemteX, we will continue to actively promote office paper recycling.



### **MATERIALITY**

Create a brighter future through chemical materials and technology development **Initiatives for a Resource Recycling Society** 







New ideas to keep resources and components from going to waste! Easily dismantlable adhesive







Due to the tightening of various regulations and the growing momentum toward a circular economy, there are increasing needs for easily dismantlable materials, especially in the automotive industry. What makes our easy dismantlable adhesive unique is that it can be cleanly removed by soaking it in a reagent (see upper left figure), leaving no residue (see lower left figure).



Promoting the recycling and reuse of products, achieving efficient use of resources

Reuse

# QUESTION

Would you like to know more about easily dismantlable adhesives?

Please check the "Together with NAGASE" video on YouTube (Available in Japanese only)



This video explains the easy dismantlable adhesives in a simple way

### Developer's Voice



New Business Development Office, Innovation Promotion Dept. Hideki Kishida

We really struggled with achieving lasting adhesive properties together with ease of removal. There is increasing need for easily dismantlable materials, but in many fields recycling methods are not well-established, so I felt it was important to get involved in creating these methods. Moving forward, we will collaborate with other companies, universities, and other related parties to contribute to the development of a resource circulation society.

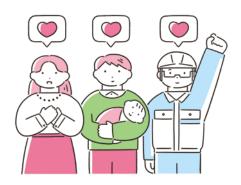
### Marketer's Voice



Marketing Sec., Business Strategy Div., Advanced Materials Dept.

### Masatoshi Tomita

We strive to provide products that match the needs of our customers in terms of the materials they want to adhere, the hardness of those materials, and the required properties for the bond. Moving forward, we will carry out initiatives in coordination with the development department to meet the dual needs of adhesion and removal for various fields such as automotive, construction, medical equipment, and electronic components.



### **MATERIALITY**

Create a workplace environment where employees are happy to continue working **Initiatives for Improving Employee Engagement** 





# Supporting work-life balance



We established the "Nagase ChemteX Health Declaration" and are carrying out systematic initiatives for measures to ensure employees can stay healthy and work safely with peace of mind. As part of this, we are working to create an environment where men can also take parental leave more easily.







Business Strategy & Product Management Sec., Business Strategy Div., Advanced Materials Dept.

### Kazuki Nishimura

I took parental leave to care for my second daughter. During my leave, I helped with housework and childrearing for her, and I was also able to spend quality time with my eldest daughter. I am deeply grateful for all the support I received, and I aim to contribute even more through my work, while continuing to cherish my family.

# Creating a culture and environment where people respect each other and can talk freely

To strengthen bonds within the company and foster a workplace culture where employees respect each other and feel free to speak openly, we have launched the "Thanks Card" initiative a new way for employees to express gratitude.





User's Voice Business Planning Team, Business Management Office, Advanced Materials Dept. Miho Goto

Thanks Cards not only share messages of gratitude but also have a positive impact on the sender as well. Receiving one makes you feel special and happy, boosting your motivation to help others even more.

### There's still a lot more we can do to make the work environment even better!



We provide financial support for events and meals that help employees connect and build stronger relationships. For example, some employees who usually have little interaction came together for a lunch gathering, bonding over their shared experiences as mothers of children in the same age group.



# **Together with the Local Community**

Social contribution initiatives of Nagase ChemteX

We are working in coordination with the local community on initiatives for achieving a sustainable future society.



### **Tatsuno Children's Eco Club**

Since 2019, we have been providing elementary school students in Tatsuno City with learning opportunities related to the environment and chemistry. In fiscal 2024, 34 students participated.

### **Promoting Member's Voice**



General Affairs Sec., General Affairs Div., Corporate Management Dept.

Participants learned how to identify delicious cherry tomatoes, conducted a light-bending experiment using humectants, and created air fresheners. While it's always a challenge to design lectures and experiments that are both enjoyable and unique to our company,

seeing the joyful smiles of participants makes it all worthwhile.



SOMEON WASHINGTON

### Victorina Himeji, The Consortium Universities in Hyogo

### **Sports Business Contest**

Since 2022, we have supported the Sports Business Contest, providing a place where students can implement plans to solve business and social problems of Victorina Himeji.

### Contest Executive Office's Voice



Risseisha Co., Ltd. Jun Takeda

Students are given the opportunity to implement the plans they came up with in the professional sports field, and gain valuable experience through the practical knowledge and skills they learn from the experience. We hope to continue working together on this initiative as a sustainable industry-government-academia coalition.

Would you like to know more about the Sports Business Contest?

See the official note

Information about each of the award winning plans is also included (Available in Japanese only)

no+e





The grand prize was awarded to a "Rogaining Event" plan

# **Nagase ChemteX Sustainability Data**



### **Environment**

### **Electricity Consumption**

Item	Units	FY2022	FY2023	FY2024	
Electric power	MWh	21,485	15,655	15,855	

### **Water Consumption**

Item	Units	Location	FY2022	FY2023	FY2024
		Harima	31,116	38,412	37,696
Tanuvatar	***	Fukuchiyama	115,931	-	-
Tap water	ton	Sakai	74	193	179
		Total	147,121	38,605	37,875
	ton	Harima	2,416,317	2,645,569	2,336,910
Ground		Fukuchiyama	0	-	-
-water		Sakai	0	0	0
		Total	2,416,317	2,645,569	2,336,910
	***	Harima	0	0	0
Industrial		Fukuchiyama	81,023	-	-
water	ton	Sakai	6,994	8,437	5,819
		Total	88,017	8,437	5,819

### CO<sub>2</sub> Emissions

Item	Units	FY2022	FY2023	FY2024
Scope1*1	t-CO <sub>2</sub>	5,943	4,542	4,510
Scope2*2	t-CO <sub>2</sub>	6,716	5,377	3,723

<sup>\*1</sup> Scope1: Direct emissions of greenhouse gases by businesses (fuel combustion, industrial processes, etc.)

### **Waste Emissions**

Item	Units	Location	FY2022	FY2023	FY2024
		Harima	40	52	44
General	*	Fukuchiyama	1.0	-	-
waste*1	ton	Sakai	0.4	0.3	0.3
		Total	41	52	44
	Industrial ton	Harima	1,753	1,992	2,817
Industrial		Fukuchiyama	258	-	-
waste		Sakai	132	135	144
		Total	2,143	2,127	2,961
Specially-		Harima	1,481	1,347	1,230
controlled	ton	Fukuchiyama	42	-	-
industrial		Sakai	1.3	0.9	5.5
waste		Total	1,525	1,348	1,235

<sup>\*1</sup> This table includes only the amount of waste that was not recycled

### Data period: April 2022 to March 2025

\*Since FY2023, the Fukuchiyama Plant has been excluded following the transfer of the bio-related business to Nagase Viita

### **Human Rights & Labor**

### **Industrial Accidents**

Item	Unit	FY2022	FY2023	FY2024*4
Number of industrial accidents	Cases	4	5	8
Number of industrial accidents resulting in absence from work	Cases	1	1	5
Number of workdays lost	Days	3	43	29
Frequency rate*1	-	0.901	0.964	4.466
Intensity rate*2	-	0.002	0.034	0.026
Incident rate*3	-	0.658	0.971	1.431

<sup>\*1</sup> Frequency rate: Number of industrial accidents resulting in absence from work (one or more days lost from work) / Total number of hours worked × 1,000,000

### **Employment**

Item	Unit	FY2022	FY2023	FY2024
Total number of employees	Persons	640	550	549
Employment rate of temporary staff	%	1.3	2.1	3.0
Employment rate of persons with disabilities*1	%	2.7	2.9	3.4
Ratio of female employees	%	24.4	23.0	24.4
Ratio of mid-career recruitment*2	%	57.1	53.1	60.0
Male parental leave utilization rate	%	57.1	75.0	80.0
Female parental leave utilization rate	%	66.7	100	No applicable employees

<sup>\*1</sup> Data from Special subsidiary, NAGASE MIRAI Corporation has been included since FY2023

### Health and Productivity Management\*1

Item	Unit	FY2022	FY2023	FY2024
Health checkup participation rate	%	100	100	100
Implementation rate of required examinations	%	100	100	100
Implementation rate of specific health guidance	%	74	91	_*2
Stress check participation rate	%	97	96	95

<sup>\*1</sup> Data from Special subsidiary, NAGASE MIRAI Corporation has been included since FY2023

<sup>\*2</sup> Scope2: Indirect emissions from the use of electricity, heat, steam, etc. supplied by other companies

<sup>\*2</sup> Intensity rate: Total number of lost workdays / Total actual working hours × 1,000

<sup>\*3</sup> Incident rate: Represents occurrence of recordable accidents per 100 employees... ("Number of industrial accidents" / "Total number of employees") × 100

<sup>\*4:</sup> Calculation method changed to include all employees, including temporary staff

<sup>\*2</sup> Disclosure of Mid-Career Hiring Ratio Based on the Act on Comprehensively Advancing Labor Measures, and Stabilizing the Employment of Workers, and Enriching Workers' Vocational Lives

<sup>\*2</sup> The figure is not able to be calculated at this time because some specific health guidance is still ongoing through FY2024



# **Nagase ChemteX** in Numbers

The following is an overview of Nagase ChemteX as of the end of March 2025. Moving forward, Nagase ChemteX will further promote its sustainability initiatives, aiming to contribute to society, expanding and developing as a company that continues to be needed by the world and where people want to keep working.

\*According to the company's own investigation

Number of global #1 share materials\*



Number of patents registered in Japan





**Number of** domestic #1 share

materials\*



**Number of joint** research projects with universities





# PERFORMANCE

**Sales** 

(Units: billion yen)

**R&D** to revenue ratio



# **Operating profit**

(Units: billion yen)

**Operating** profit margin COMPANY

**Number of** employees

**Gender ratio** (Male/Female)

Rate of return to work after maternity/parental leave (male/ female)



Average number of paid leave days taken

# **Nagase ChemteX**

# Sustainability Communication Book 2025

**Publisher** 

# **Nagase ChemteX Corporation**

Corporate Sustainability Office, Corporate Management Department

1-1-17 Shinmachi, Nishi-ku, Osaka, 550-8668 https://group.nagase.com/nagasechemtex/en/



### **Cover Illustration**

Paralym Art (works by artists with disabilities)

Name of Piece: Tree of Dreams

Name of Artist: Tomomomo



### Artist's Comments

I tried to draw a tree like a dream. If you took a nap in the shade of a tree like this, I feel like you'd have good dreams.

Nagase ChemteX is an official partner of the Shougaisha Jiritsu Suishin Kikou Association.