Social

Supply Chain Management Summary

Basic approach

The Daigas Group could not conduct business without the cooperation not only of companies within the Group but also of its various stakeholders. We believe that it is necessary for the Group to control the social and environmental effects that are generated in the business processes in the most responsible manner and in close cooperation with our stakeholders.

Based on the Group's corporate motto, "Service First," we strive to procure responsibly in cooperation with our suppliers.

Theme	Items to be addressed	Specific initiatives
Supply chain management P.113	• Promoting understanding of the Daigas Group Procurement Policy among suppliers • Confirmation of the status of major suppliers' sustainable activities, etc. • Promotion of green purchasing	**Policy and promotion system** The Daigas Group is committed to fulfilling its social responsibility in close cooperation with suppliers in line with the Daigas Group Code of Business Conduct, revised in accordance with the United Nations Global Compact. The Daigas Group has formulated the Daigas Group Procurement Policy and has made it known to the Group's suppliers, together with the Daigas Group Procurement Policy for Suppliers. Each organization in charge of procuring particular materials is to fulfill its responsibility. **Initiatives undertaken in FY2026** • We commenced business with 30 new suppliers for materials procurement and other related activities. All of these new business relationships were initiated in full compliance with our standards for environmental and social impact, human rights, and labor practices. • Implementing and promoting a system for disseminating the Daigas Group Procurement Policy and the Daigas Group Procurement Policy for Suppliers to our suppliers and confirming the status of their sustainable activities before proceeding with a business transaction • Conducting questionnaires for major suppliers to understand, evaluate, and analyze the status of their sustainable activities, etc. • Implementing and promoting the Green Partner Initiative, a system for evaluating the environmental initiatives of suppliers who are proactive in such efforts as building an environmental management system (EMS) and obtaining certification