# Environmental Policy

**Purpose**

American Furukawa, Inc. (AFI) is committed to conducting its business in a manner that protects the environment, conserves natural resources, and supports sustainable development. As a member of the Furukawa Electric Group, we support the environmental principles and sustainability objectives established by Furukawa Electric Group and Furukawa AS Group and strive to contribute positively to society through responsible environmental stewardship, social responsibility, ethical behavior, respect for human rights, and sustainable economic growth throughout the value chain.

We recognize that environmental responsibility is an essential component of good business practice and long-term organizational success. Accordingly, AFI is committed to integrating environmental and sustainability considerations into our business operations, decision-making processes, and organizational culture.

**Policy Statement**

AFI will:

- **Compliance and Governance**
  - Comply with all applicable environmental laws, regulations, permits, and other requirements relevant to our business activities.
  - Maintain ethical and responsible environmental practices throughout our operations.
  - Support the environmental commitments and objectives of Furukawa Electric Co., Ltd. where applicable to our business.
- **Resource Conservation**
  - Promote the efficient use of energy, water, paper, packaging materials, and other resources.
  - Encourage conservation initiatives that minimize consumption and reduce environmental impact.
  - Evaluate opportunities to improve resource efficiency within our facilities and distribution operations.
- **Waste Reduction and Recycling**
  - Reduce waste generation through responsible purchasing, reuse, and recycling practices.
  - Promote proper disposal and recycling of office materials, packaging, electronics, batteries, and other applicable waste streams.
  - Seek opportunities to reduce landfill waste and increase recycling participation across our locations.

- **Pollution Prevention**
  - Take reasonable measures to prevent pollution and minimize the environmental impact of our activities.
  - Identify and address environmental risks associated with our facilities, equipment, and operations.
  - Encourage environmentally responsible practices among employees, contractors, and business partners.
- **Sustainability and Stakeholder Responsibility**
  - Support the objective of contributing to a carbon-free society, a recycling-based society for water and resources, and a society in harmony with nature.
  - Consider environmental impacts throughout the lifecycle of products, services, logistics, and operations.
  - Engage employees, customers, suppliers, and business partners to improve environmental and sustainability performance.
  - Promote responsible procurement practices supporting environmental protection, ethical conduct, and human rights.
- **Climate Change and Energy Management**
  - Seek opportunities to improve energy efficiency.
  - Encourage the responsible use of renewable energy where practical.
  - Support initiatives that reduce greenhouse gas emissions.
  - Promote transportation and logistics practices that minimize environmental impacts.
  - Contribute to Furukawa Group environmental and sustainability objectives where applicable.
- **Sustainable Operations**
  - Consider environmental impacts when making operational, procurement, and facility-related decisions.
  - Support the use of environmentally preferable products and services when practical and economically feasible.
  - Encourage suppliers and business partners to conduct their operations in an environmentally responsible manner.
- **Employee Awareness and Engagement**
  - Promote environmental awareness and responsibility among employees through communication, education, and engagement initiatives.
  - Encourage employee participation in programs that support sustainability, conservation, and waste reduction.
  - Foster a workplace culture that values environmental stewardship and continuous improvement.
- **Animal Welfare and Biodiversity**
  - Respect animal welfare and support the humane treatment of animals throughout our business activities and supply chain.
  - Avoid practices that unnecessarily harm wildlife, habitats, or ecosystems affected by our operations.

- Encourage suppliers and business partners to conduct their activities in a manner that respects animal welfare and comply with applicable animal protectional laws and standards.
- Support responsible environmental practices that continue to the preservation of biodiversity and the protection of natural habitats.
- Consider the potential impact on wildfire and local ecosystems when making facility, operational, and procurement decisions.

- **Responsible Land Use and Community Rights**
  - Recognize and respect legitimate land, forest, and water rights of individuals, communities, and Indigenous peoples where applicable, and oppose unlawful displacement, forced eviction, or the deprivation of access to natural resources.
  - Encourage suppliers and business partners to operate responsibly and in compliance with applicable laws, supporting environmental protection, animal welfare, sustainable resource management, and respect for community rights throughout the supply chain.
- **Continuous Improvement**
  - Establish environmental objectives and initiatives appropriate to our business operations.
  - Periodically review environmental performance and identify opportunities for improvement.
  - Support innovation and best practices that enhance environmental sustainability and operational efficiency.

**Responsibility**

Environmental stewardship is the responsibility of every AFI employee. Management is responsible for providing leadership, resources, and support necessary to implement this policy and promote environmentally responsible business practices throughout the organization.

**Commitment**

AFI is committed to protecting the environment, conserving natural resources, preventing pollution and supporting sustainable development while conducting business ethically and responsibly. Through continuous improvement and alignment with the values of Furukawa Electric Group, we will work to minimize our environmental footprint while creating long-term value for our customers, employees, shareholders, suppliers, business partners, local communities, and future generations through responsible environmental stewardship, respect for human rights and regulatory compliance.