

Sustainability

■ Sustainability Policy

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As the asset management company for Fukuoka REIT Corporation, Fukuoka Realty Co., Ltd. ("the Company") is engaged in maximizing unitholder interests over the medium to long term as its mission. To achieve this mission, the Company considers it essential to promote sustainability through securing environmental, social and governance (ESG) awareness, on top of pursuing profitability as its first objective. Accordingly, the Company believes that it is important to reflect awareness for various ESG issues in its real estate investment and management processes.

As a policy for specifically implementing this thinking, the Company has established its Sustainability Policy ("the Policy") as described below.

<Sustainability Policy>

1. Promoting energy conservation of portfolio properties
2. Responding to climate change risks
3. Contributing to creation of a recycling society
4. Pursuing well-being and safety
5. Utilizing green building certifications
6. Enlightening employees
7. Collaboration with tenants and suppliers
8. Establishing internal organizations
9. Monitoring and disclosing environmental and social performances

*Please refer to the detail of sustainability policy on the website of Fukuoka Realty Co., Ltd.

■ Initiatives of the 28th fiscal period

◎ Receiving the ratings of "Green Star" and "4 Stars (5-star scale)" in the GRESB survey



The Global Real Estate Benchmark ("GRESB") survey is an annual assessment regarding the sustainability performance of the real estate sector with respect to environmental, social and governance (ESG) issues. It was founded in 2009 by a group of leading European pension funds who took initiative in the establishment of "Principles for Responsible Investment" advocated by the United Nations. FRC received the ratings of "Green Star" and "4 Stars (5-star scale)" in the GRESB survey.

■ Other initiatives

◎ Signing of the Principles for Responsible Investment (PRI)

Signatory of:



◎ ESG Initiatives

◎ Signing of the Principles for Financial Action towards a Sustainable Society (Principles for Financial Action for the 21st Century)



【Environment】

- Newly acquired two DBJ Green Building certified properties in the 28th fiscal period (Konoha Mall Hashimoto, Higashi Hie Business Center II) ; total of 9 properties
- Acquired 4 BELS certified properties

【Society】

- Certified as a "Fukuoka 'Work Style Reform' Promotion Company" (as of August 28, 2018)

【Governance】

- Formulated a basic policy to realize customer-oriented business operations on September 20, 2017
- Strengthened the decision-making process (Basic Policy on Compliance and Compliance Regulations)