

The Toyota Industries Group's Responsibility to the Environment

Contribution to Environmental Conservation and Economic Development

Global Environmental Commitment

Basic Policy

The Toyota Industries Group will contribute to compatibility of environmental conservation and economic growth throughout its wide range of business activities, including automobiles, industrial equipment, and electronic components.

- The Toyota Industries Group will continue to set challenging targets aimed at further reducing the environmental impact of its business activities, listening carefully to voices of its stakeholders such as customers, and acting in compliance with the letter and spirit of laws and regulations.
- The Toyota Industries Group will continuously improve its environmental management, placing environmental activities among its highest priorities. In particular, the company will give priority to the following items.
 - **Curb global warming**
Aiming to reduce energy consumption and the output of greenhouse gases through the entire lifecycle of its products, services, and production activities
 - **Use resources more efficiently**
Utilizing raw materials, water, and other resources efficiently while working to reduce, reuse, and recycle waste products
 - **Reduce environmental risk factors**
Reducing the use and output of substances of concern while evaluating environmental risk factors at the planning stage of business activity in order to prevent pollution
- The Toyota Industries Group will aim to foster greater communication and teamwork within a wide range of partnerships, including those with customers and suppliers, in order to promote sustainable management of the environment. In addition, the Toyota Industries Group will act as an upstanding corporate citizen, taking an active part in the planning of activities that contribute to various regional communities as well as to our global society.



July 2005

Tetsuro Toyoda
President

Chart 1 Scope of Group-Wide Environmental Management



Scope of Group-Wide Environmental Management (as of March 31, 2005)

The 98 subsidiaries and affiliates identified above, are important targets for environmental management. They include companies whose business operations represent the largest proportion of the Toyota Group's environmental load.

- 63 companies, excluding sub-subsidiaries, out of 166 consolidated subsidiaries and affiliates accounted for using the equity method, including 30 manufacturing-related subsidiaries and affiliates, 14 distribution subsidiaries, and 16 other subsidiaries.
- 38 distribution companies in Japan, not included as consolidated subsidiaries or affiliates.

Requirements for Companies Targeted for Group-Wide Environmental Management

- Shared policies on Global Environmental Commitment
- Construction of an Environmental Management System (Manufacturing-related subsidiaries and affiliates are required to acquire ISO 14001 certification)

For manufacturing-related subsidiaries and affiliates:

- Submit environmental data
- Promotion of Green Procurement