

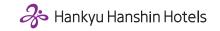


Hankyu Hanshin Hotels' Initiatives toward



2024.1





Hankyu Hanshin Hotels supports the SDGs

Hankyu Hanshin Hotels' Initiatives toward SDGs

At Hankyu Hanshin Hotels, we strive to understand and adhere to the Sustainable Development Goals (SDGs) outlined by the United Nations. Based on our corporate philosophy, we differentiate between six important themes related to the betterment of society.

As an organization, the Hankyu Hanshin Holdings Group in its entirety recognizes these themes and endorses the SDGs.

Through our various undertakings in the hotel industry,

we strive to contribute toward the realization of these themes and SDGs.

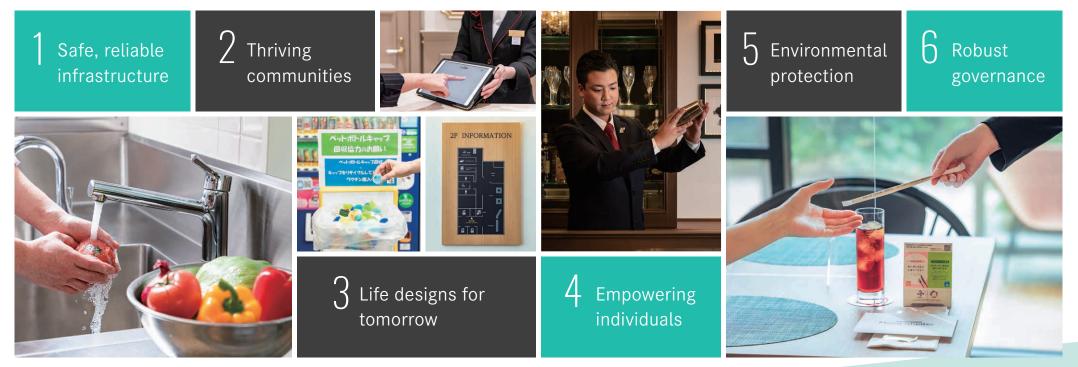
${\sf S}_{\sf ix \; \sf Themes}$

Hankyu Hanshin Hotels recognizes the following six themes in its day to day operations.

SDGs Basic Policy

[Striving toward a Healthy Society]

By taking ownership of social issues, starting with the environmental crisis, we proactively work toward a better world for future generations. Our aim is to contribute toward the realization of a healthy society in which everyone can live in prosperity with peace of mind.



1 Safe, reliable infrastructure

Plan of action based on the theme

Through the continuous implementation of measures regarding food safety and disaster preparedness, we strive to ensure that our facilities and services make everyone feel safe and at ease.





Disaster preparedness measures

Infection prevention measures

Under the slogan of "SAFETY PRIDE," all employees are working together to create safe spaces.

All hotels are carrying out deep antibacterial and disinfecting measures

By our own employees' hands, all rooms, restaurants and banquet halls have been treated with SELFEEL® Air Catalyst, to create safe spaces throughout our hotel facilities.

Order-at-the-table buffet

Embracing the new normal, we have introduced the order-at-the-table buffet style. Instead of having to get up to get their own food, guests can now make use of a tablet device to order dishes of their choosing to their table.

Available at: Hotel Hankyu International "Night and Day"

Food safety measures

Creation of and adherence to guidelines concerning our menu

A uniform rule set for our food menus was formulated. In accordance with these rules, a checklist was made for each of our restaurants. Applications for new dishes have to be sent to a quality control supervisor for approval, before being displayed on the menu. Each hotel is inspected four times a year with a special focus on the adherence to the guidelines. Furthermore, training sessions on food hygiene, allergies and how to apply for approval of new dishes are conducted three times a year.

Beef and rice origin traceability

The cattle identification numbers displayed at restaurants are checked against those recorded in logs. The production area of rice served in restaurants is made visible on the menu or other locations in the restaurants.



Hygiene control efforts

Hygiene control includes routine kitchen wipe tests, bacteria inspection of foodstuffs and employee stool tests. In addition, food poisoning and contamination prevention is carried out according to the HACCP, which became mandatory in June 2021.

*HACCP

HACCP is a management system for the prevention of food poisoning, contamination, and any other potential health hazards through the analysis and control of such hazards during the process from raw material production to consumption of the finished product.

Supplies in case of disaster, stocking up and maintenance

In case of a major disaster potentially leaving employees stranded, our hotels are stocked with food and supplies for three days to allow staff to stay on site. A separate special stockpile for guests is also available.

Disaster preparedness manuals are in place, and obligatory fire drills are carried out twice a year, supervised and evaluated by a fire station official on at least one occasion. The result of this evaluation is taken seriously and carried over to the next drill. By taking evacuation and fire drills seriously, we do what we can to ensure safety at our hotels for our guests.

Toward all smoke-free rooms

In light of growing health consciousness, all guest rooms in our hotels are now smoke-free. Considering the effects of second-hand smoking and customer satisfaction, as well as taking into account fire safety, we are focused on providing a comfortable environment for our guests.

2 Thriving communities

Plan of action based on the theme

Through strong connections with local communities, we aim to nurture environments in which people come together to work and live happily.





Efforts to contribute to society, including the Hankyu Hanshin Dreams and Communities of the Future Project

With the full backing of the Hankyu Hanshin Holdings Group, we are developing the Hankyu Hanshin Dreams and Communities of the Future Project, which focuses on contribution to local communities.

Future career training through hands-on work experience

We are proactively helping local students with career orientation, providing them with a better understanding of future opportunities through hands-on work experience.





Holding fairtrade product sales for employees

With the cooperation of Kobe Select miscellaneous goods shop Horti, operated by Mt. ROKKO CABLE CAR & TOURISM COMPANY, we have been holding fairtrade product sales for our employees. As a business operator that handles food, this initiative provides an opportunity to learn about the producers, and a part of the purchase price is donated to organizations that support children with foreign roots.

Providing free child vaccines by collecting bottle caps

Since 2020, a recycling effort for collecting PET bottle caps has been promoted, involving all employees. The fee received from a recycling company in exchange for these caps is contributed to an NPO called Japan Committee, Vaccines for the World's Children.





Introduction of vending machines that enable making donations

We have created an environment where anyone can easily donate by purchasing specific items from vending machines installed in employee break areas. The donations collected are being used by organizations working for local children.

(2022 results)

<accommodation plan=""></accommodation>	Donation sum
Japan Cliniclowns Association support plan	456,712 yen
Child Chemo House support plan	490,908 yen
Heartful Stay Plan	49,557 yen
<event></event>	
Christmas Charity event	77,450 yen

<Other>

Sales of Ironeko cat-shaped bread crusts 71,990 yen



3 Life designs for tomorrow

Plan of action based on the theme

We aim to please and instill passion by providing future-proof amenities.





Toward the realization of a richer diet

Menu featuring soy meat

In order to raise awareness of "environmental" and "food" issues, we offer menu items that feature soy meat at a buffet restaurant where diners can casually enjoy a variety of the hotel's cuisine.

Soybeans are attracting attention as an ingredient for overcoming future food shortages, and since they can be cultivated with less land and water than beef, their value as a sustainable food that reduces the environmental burden is beginning to be recognized anew.





Video chat interpretation on tablet devices

Besides training our staff in various languages to provide guests with service in their native language, we also offer interpretation through video chat on devices such as tablets.

Accurate communication through universal design solutions



Food pictograms to show contained ingredients

Throughout our buffets and breakfast restaurants, pictograms are used to display which ingredients are contained in dishes. This way, guests can rest assured that they will not accidentally consume any of eight allergy provoking ingredients. Pictograms are also used for 11 other foods commonly related to dietary restrictions such as pork, beef and alcohol.

Treating people with care

To make sure we provide comfortable environments to our guests, we allow them to choose a pillow of their liking and provide them easy-to-understand pictograms in guest rooms and public spaces, among other services.



Empowering individuals

Plan of action based on the theme

We strive toward a diverse corporate culture that takes advantage of individual differences, while nurturing future generations.



Creating suitable work environments

Promotion of health and productivity management (Certified as a Health & Productivity Management Outstanding Organization in 2023)

The company promotes health management based on the idea that the physical and mental health of employees and their families is the source of happiness and the foundation of a prosperous future for the company. In order to create a working environment where every individual employee can work energetically, the company is working to pay for or subsidize the cost of medical examinations, and implement support programs, by setting five key issues to be addressed: measures against smoking, measures against infectious diseases, prevention of lifestyle-related diseases, prevention of diseases peculiar to women, and mental health measures.

Harassment consultation

To promote awareness and understanding of harassment issues, regular training sessions are conducted. Additionally, a special point of contact and systems to deal with harassment cases have been established.

Acknowledging good actions and performance

Once every half year, in line with our corporate philosophy, employees who have achieved excellent results or showed exceptional behavior are publicly acknowledged and awarded for their good actions. They receive prize money and a certificate from the company president in person, and are invited to a tea party for all specially recognized employees. The company as a whole gives such praise in order to boost motivation and morale.

2022 SDGs Award: Excellence Award

The award was given to an initiative that contributes to reducing food loss and CO₂ emissions generated upon disposal by upcycling the scraps of Croissant Parisienne sold at the boulangerie Andante into French toast.



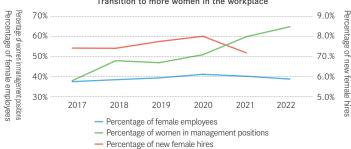
Personnel training

By focusing on specializations such as sommelier and bartender, language training, or overseas assignment, we nurture professional hotel business experts. We furthermore provide training in fields such as marketing and management strategy to develop hotel management professionals. Already catering to a complete variety of individuals and career plans, we also offer aid systems to help cover the cost of other personal training and education in order to stimulate self-development.

Supporting women in the workplace

Being a family friendly organization

To make sure that everyone has an equal chance at fulfillment through work, we offer temporary leave in case of pregnancy, childbirth and when additional time for child/nursing care is required.



Transition to more women in the workplace

*The company suspended new hiring in FY2022.

5 Environmental protection

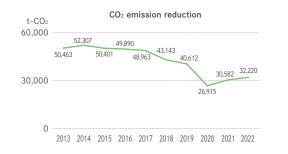
Plan of action based on the theme

We work toward a reduction of greenhouse gas emissions and a low-carbon society. Through waste reduction measures and a focus on recycling, we push for environmental conservation.



Aiming to reduce CO₂ emissions

At the center of our CO_2 emission reduction efforts is the effort to use less power. This effort was started in the wake of the 2011 Great East Japan Earthquake, when we replaced all lights in our hotels with LEDs. Currently, to further reduce our impact on the environment, we are promoting energy-saving efforts including the adoption of motion sensor lighting in our facilities.







Introduction of an option plan to reduce CO_2 emissions to virtually zero for guests when using our hotels

We introduced [CO₂ZERO MICE®], an option to replace the electricity used at events and conferences with renewable energy, and [CO₂ZERO STAY®], a carbon offset plan to reduce the amount of CO₂emissions generated by staying overnight. By providing environmentally friendly events and accommodation opportunities that produce virtually zero CO₂emissions, we aim to work with our guests to realize a decarbonized society for the next generation.

Efforts to remove plastics

Efforts to remove plastics "Changes in the handling of in-room amenities"

Based on the "Plastic Resource Recycling Promotion Law" that came into effect in April 2022 as a measure against environmental problems, some disposable amenities are provided in the front lobby instead of in the guest rooms. In addition to "reducing waste generation" by asking guests to take only as much as they need, we are reducing the weight of plastic amenities or gradually replacing them with environmentally friendly alternatives to "reduce environmentally harmful substances as much as possible." To ensure a comfortable stay for our guests, we inform them of these changes at check-in and also provided an educational display in the guest rooms.



As a business operator providing certain plastic-containing products specified by the relevant law, we have set targets to reduce the amount of plastic used in the specific 12 items, such as guest room amenities.

<Setting statutory targets>

	Amount of specific plastic-containing products provided (t)	Values closely related to the amount of specific plastic-containing products provided	Basic unit related to the amount of specific plastic-containing products provided (g/person)
Base year: FY2021	20.5	Number of guests	15.0
Target year: FY2025	15.1	Number of guests	6.0
Rate of change	△26.2%	+84.0%	△60.0%



Switching to environmentally friendly straws

From July 2019, we have replaced plastic straws used in our directly run restaurants and banquet halls with environmentally friendly straws. We recognize a strong need to further reduce our use of plastic, with Japan coming in at number two, only second to the United States, in annual plastic waste generation at 32 kg per head.*

Such being the case, to address the need to further reduce our use of plastic, we have embarked on an initiative at our directly-managed restaurants in our hotels to only provide straws to customers who are in need of one.

(%Source: United Nations Environment Programme (UNEP) report)



Promoting the reduction of food waste



Food loss measurement system in place: Hotel Hankyu International, Takarazuka Hotel, Dai-ichi Hotel Tokyo, Hotel Hankyu Respire Osaka, Hotel Hanshin Osaka

Reducing food waste and participating in a recycling society

With food loss becoming an increasingly worrying issue, we decided to start our efforts by putting in place a measurement system, which tracks the amount of food waste generated at our facilities. We are considering further reduction measures from this point onward. Current waste reduction efforts include recycling of food waste from Dai-ichi Hotel Tokyo as compost and that from Hotel new Hankyu Osaka as livestock feed.

Reusing linen to save water and reduce water pollution

With the cooperation of guests who stay multiple nights in using the same linen after the first night, we are saving water and reducing water pollution due to laundry activity.

Furthermore, a part of the money saved due to the reduced amount of laundry is contributed to local nature conservation efforts.

Donation sum 5,753,950yen (2022 result)



Making effective use of vegetable scraps that are typically discarded

Vegetable scraps generated during the cooking process are usually disposed of. We offer vegetable broth soup prepared by effectively using these scraps at our directly-managed staff cafeterias in our hotels. Using the nutritional components of vegetables to the fullest extent, this initiative promotes our employees' health and further encourages waste reduction. Through this initiative, we also afford our employees the opportunity to be reminded of our efforts to achieve SDGs on a daily basis, thereby striving to raise their awareness of SDGs.



Vegetable broth-based miso soup and other kinds of soup are served.

6 Robust governance

Plan of action based on the theme

Living up to expectations from all stakeholders, we thoroughly strive for fair and honest governance.





Improving corporate governance effectiveness and transparency

Corporate governance

In order to create satisfaction among our customers and contribute to society, we, as part of the Hankyu Hanshin Holdings Group, are working to greatly improve transparency and the soundness of our management. By ensuring adherence to regulations and a timely release of important information, we are strengthening and enhancing our corporate governance.

Thorough compliance

Compliance training

Hankyu Hanshin Hotels spreads the compliance guidelines of the Hankyu Hanshin Holdings Group to all the employees including those of affiliated subsidiaries. Training sessions given to employees of all organizational layers offer further education in compliance.



Corporate ethics consultation

In case of conduct that is in conflict with the law or with societal norms, or in cases where such conduct is suspected, employees including those of all affiliate companies as well as those of business partners can report to a specialized point of contact for information and consultation. Such a point of contact is set up at the Hankyu Hanshin Holdings Group as well as our attorney's office. Through this approach, we can quickly recognize and resolve problems.

Strengthening risk management

We have put in place a risk management system which aims to prevent risks and mitigate losses.

The group-wide risk assessment conducted by the Hankyu Hanshin Holdings Group exposes risks related to climate change, disasters and accidents in connection with the public health, as well as risks related to organizational management and compliance with laws. By taking these risks seriously and responding to them appropriately, soundness of business management is guaranteed.

Information security

While continuing operations, we are aware of the increase in the importance of and risks related to information security. Therefore, we are taking all sorts of measures required for information security. While the departments in charge do what they can to gather information on risks related to information security, there are systems in place to respond swiftly and appropriately in collaboration with Hankyu Hanshin Holdings in the unlikely event that an information security threat becomes real.