NTT Group

Green Procurement Standards

1.0

February 2022



Revision history

| Revision | Date | Description |
|----------|----------------|-----------------|
| 1.0 | February, 2022 | Initial release |



Introduction

The NTT Group Global Sustainability Charter was established by the NTT Group in pursuit of achieving a sustainable society while promoting company growth and the resolution of social issues.

Meanwhile, the NTT Group's supply chain is becoming more complex and globalized in recent years, making it extremely important that we focus on global problems like disaster, pandemic, the environment, human rights, and security. Amidst these issues, climate change and other environmental problems are worsening every year and causing massive socioeconomic impact due to more severe natural disasters on a global scale. Initiatives addressing these issues are required throughout the supply chain.

These Standards serve to supplement the environmental content of the NTT Group Guidelines for Sustainability in Supply Chain, a separate document of requirements for suppliers. The Standards contain an overview of the NTT Group's environmental activities; laws, ordinances, and other matters that should be considered, referred to, and worked on by suppliers; and points by which suppliers and products are evaluated in the procurement process.

Should an NTT Group company establish their own standards in addition to these Standards, and should the text thereof differ from these Standards due to the laws of the country in which an NTT Group company is located, local municipal government ordinances and regulations, or customer demands, the company's own standards take precedence.

We ask our suppliers to develop an understanding of the NTT Group's environmental activities and supply chain initiatives in addition to using these Standards.

February 2022 Nippon Telegraph and Telephone Corporation Technology Planning Department



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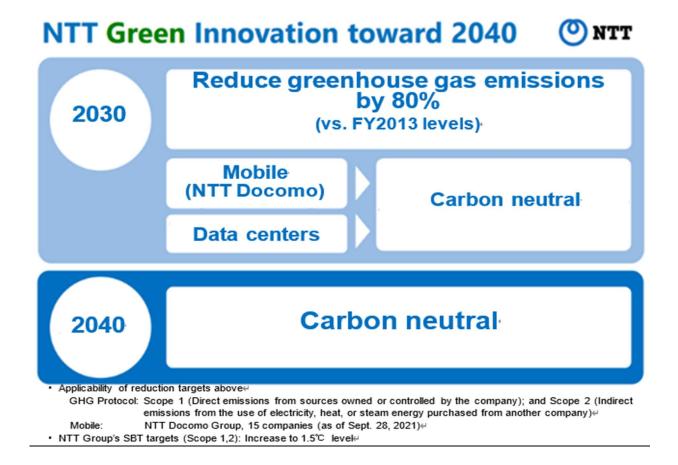
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Chapter 1. NTT Group Environment and Energy Vision

The NTT Group established the Environment and Energy Vision in May 2020 and declared that we would increase our own renewable energy usage rate to over 30% by 2030.

In September 2021, we established a new Environment and Energy Vision titled "NTT Green Innovation toward 2040" that aimed to simultaneously achieve economic growth with zero environmental burden by reducing the environmental burden of business activities and achieving innovations that break through limitations. Based on this vision, the NTT Group aimed to achieve carbon neutrality by FY2040.



Primary Carbon Neutrality Initiatives

The NTT Group implements the following initiatives in our pursuit of carbon neutrality.



- (1) Expand usage of renewable energy and reduce greenhouse gases by 45%
- (2) Implement IOWN to reduce energy consumption and reduce greenhouse gases by 45%

Additionally, by expanding IOWN out of the telecommunications sector and into various sectors, providing new services, and strengthening development of renewable energy and expanding its utilization, the NTT Group is working to expand our own carbon neutrality initiatives to society itself and to achieve the Japanese government's 2050 Carbon Neutrality Declaration.

Participation in International Initiatives

Participation in SBT

In the Environment and Energy Vision aimed at eliminating our environmental burden, released May 2020, the NTT Group declared that we would participate in the Science Based Targets (SBT) international climate change initiative, as well as that in October 2020, NTT Group efforts were recognized by the SBT Initiative as being at the "Well Below 2°C" level. We also raised the NTT Group's FY2030 greenhouse gas emissions reduction targets and received recognition for being at the "1.5°C level" in November 2021.

In pursuit of the goal of eliminating our environmental burden, the NTT Group is steadily advancing renewable energy usage and other initiatives based on the SBT to contribute to lowering the environmental burden of our customers, companies, and society as a whole.

NTT Group Targets for Greenhouse Gas Emission Reductions

- Scope1+2: Reduce by 80% relative to FY2018 levels by FY2030 (1.5°C level)
- Scope3: Reduce by 15% relative to FY2018 levels by FY2030

Participation in EP100 and EV100

The NTT Group has established specific quantitative targets for improving power efficiency and electromobility, and is participating in the Climate Group's EP100 and EV100 international initiatives focused on improving energy efficiency.

Specifically, the NTT Group has established the following quantitative targets.

- EP100: Doubling energy efficiency of telecommunications relative to FY2017 levels by FY2025
- EV100: Converting 50% of NTT Group's ordinary vehicles into electric vehicles by 2025, and 100% by 2030



Endorsement of TCFD

As part of our initiatives to "promote ESG-oriented management," a pillar of our medium-term business strategy, we announced our endorsement of the TCFD in May 2020. In line with this, moving forward, we will be disclosing climate change-related information based on the TCFD recommendations.



Chapter 2. Supplier Initiatives

Working towards the achievement of the environmental policies and targets described in Chapter 1, the NTT Group is promoting environmentally conscious procurement activities (green procurement) throughout our entire supply chain. Suppliers are requested to adhere to the requirements of the NTT Group Guidelines for Sustainability in Supply Chain (hereinafter "Sustainability Guidelines"), which are published elsewhere.

2.1. Management System

Refer to the Sustainability Guidelines (Common-1)

2.2. Environmental Permits and Reports to the Authorities

Refer to the Sustainability Guidelines (III-1)

2.3. Management of Chemical Substances in Products

Refer to the Sustainability Guidelines (III-2) Management targets and content are listed in Item 2.7.

2.4. Management of Chemical Substances

Refer to the Sustainability Guidelines (III-3)

2.5. Minimization of Environmental Impact (Wastewater, sludge, exhaust, noise, vibrations, etc.)

Refer to the Sustainability Guidelines (III-4)

2.6. Energy Consumption and Greenhouse Gas Emissions Reductions

Refer to the Sustainability Guidelines (III-5)

In procurement activities, the NTT Group will give precedence to suppliers working to reduce greenhouse gases.

2.7. Reducing Environmental Burden through Product Assessments

Refer to the Sustainability Guidelines (III-6)

The following matters should be taken into account in product assessments. In addition to the items below, we also ask that you independently pursue product designs that reduce your impact on the environment.



2.7.1. Materials

(1) Standardization of Materials

Please standardize the types of materials used in products as much as possible.

(2) Selection of Materials

When selecting materials for use in products, avoid composites and other difficultto-recycle materials as much as possible. Instead, select easily recyclable materials. We also ask that products themselves be made from recycled materials as much as possible.

[Selection of Plastic Materials]

When using plastic in your products, select from the following four types of materials as much as possible in the interest of recyclability.

- Polyethylene
- Polypropylene
- Polystyrene
- Polyester

Avoid using plastic in products and other items provided to customers as much as possible. If you do use plastic, use the minimum amount possible, and try to use recycled materials and biomass plastic as much as possible.

(3) Reduction and Management of the Use of Hazardous Materials

As a general rule, do not use hazardous materials or materials that require special disposal methods under the law or other regulations. If using such materials, we ask that suppliers provide the names of the hazardous materials and clearly state the amount used. Upon the request of the NTT Group, suppliers are asked to explain the techniques they use to prevent leaks during usage, to keep such materials separate from other products, in shipping and transport, for recycling, and for disposal.

The NTT Group categorizes hazardous materials in products into three levels for management and control purposes.

• Prohibited substances:

Substances that are prohibited from use in products. These products are clearly hazardous to the environment and human health. Their production is banned



under law and regulations, and the NTT Group specifies them to be prohibited.

Restricted substances:

Substances that should be subject to restrictions regarding their use in products. These products are clearly hazardous to the environment and human health. The NTT Group specifies them to be restricted because they are regulated by laws and regulations (including foreign laws and regulations), or otherwise in light of social circumstances or technological trends.

• Controlled substances:

Substances that should be subject to controls for their use in products. These products are clearly hazardous to the environment and human health. Their use is required to be controlled under laws and regulations, and the NTT Group specifies them to be controlled.

(1) Designation of hazardous materials

Hazardous materials are designated as follows.

- Refer to Table 1 for materials procured for the purpose of use within Japan.
- For materials procured for the purpose of use in countries or regions outside of Japan, the local laws and regulations of each country will be respected. The list of restricted substances will include materials in Table 1 specified by NTT.
- The list of hazardous materials can be acquired from chemSHERPA's "Information on Controlled Substances", which is administered by the Joint Article Management Promotion-consortium (JAMP). [chemSHERPA Website] https://chemsherpa.net/

Please check the latest versions of all quoted laws and regulations.

Even if a substance is excluded from Table 1, endeavor to avoid using obvious hazardous substances (e.g. due to chronic toxicity via inhalation or oral consumption, carcinogenicity, reproductive toxicity).

| Prohibited | Class I Specified Chemical Substances as per Article 2, | Chemical Substances |
|---|---|-----------------------|
| substances | paragraph (2) of the Act on the Regulation of | Regulation Act |
| | Manufacture and Evaluation of Chemical Substances. | |
| Substances banned from manufacturing as per Article | | Industrial Safety and |

Table 1



| | 55 of the Industrial Safety and Health Act | Health Act |
|----------------|---|----------------------|
| | Hazardous substances as per Article 14-3 of the Water | Water Pollution |
| | Pollution Prevention Act that are required to have a | Prevention Act |
| | cleanup standard value of "not detected" in Annexed | |
| | Table 2 of the Enforcement Regulations of the Water | |
| | Pollution Prevention Act. | |
| | Specified substances as per Article 2 of the Act on the | Ozone Layer |
| | Protection of the Ozone Layer Through the Control of | Protection Act |
| | Specified Substances and Other Measures that are also | |
| | specified in the Annexed Table of the Enforcement | |
| | Order of that Act. However, Group I in Annex C is | |
| | excluded. | |
| | Substances as per Article 2, paragraph (1) of the Act | Dioxins Act |
| | on Special Measures against Dioxins. | |
| | Substances as per Article 1 of the Act on Special | PCB Special Measures |
| | Measures for the Promotion of Proper Treatment of | Act |
| | Polychlorinated Biphenyl Wastes. | |
| Restricted | Metals, chemical substances, etc. that are | Waste Management |
| substances | requirements for Specific Hazardous Industrial Wastes | and Public Cleansing |
| (If these | as per Article 2-4, paragraph (5) of the Enforcement | Act |
| overlap with | Order for the Waste Management and Public Cleansing | |
| prohibited | Act, that are also listed in Annexed Table 2 of the | |
| substances, | Enforcement Regulations of the Act. | |
| classification | Substances as per Article 2, paragraph (3) of the Act | Global Warming Act |
| will depend | on Promotion of Global Warming Countermeasures, | |
| on the | and Article 1 and 2 of the Enforcement Order of that | |
| designation | Act, that fall under Article 2, paragraph (5) of the Act. | |
| thereof.) | Hazardous substances as per Article 14-3 of the Water | Water Pollution |
| | Pollution Prevention Act, but excluding those required | Prevention Act |
| | to have a cleanup standard value of "not detected" in | |
| | Annexed Table 2 of the Enforcement Regulations of the | |
| | Water Pollution Prevention Act. | |
| | Specified substances as per Article 2 of the Act on the | Ozone Layer |
| | Protection of the Ozone Layer Through the Control of | Protection Act |
| | Specified Substances and Other Measures that are | |
| | specified as Group I in Annex C of the Annexed Table of | |
| | | 1 |



| | the Enforcement Order of that Act. | |
|----------------|---|-----------------------|
| | | |
| | Specified hazardous substances as per Article 2 ofthe | Soil Contamination |
| | Soil Contamination Countermeasures Act that are | Countermeasures Act |
| | specified in Article 1 of the Enforcement Order of that Act. | |
| | Foreign regulations specified by the NTT Group. | RoHS Directive |
| | (Substances specified in the RoHS Directive or REACH | REACH Regulations |
| | Regulations) | |
| | "Conflict minerals" are specified by the NTT Group in | - |
| | light of social circumstances and technological trends. | |
| | *Companies listed in the United States are required to disclose | |
| | their usage, etc., of conflict minerals in products. ("Conflict | |
| | minerals" are tantalum, tin, gold, tungsten, and other minerals | |
| | designated by the U.S. Secretary of State) | |
| Controlled | Type 1 and Type 2 substances in Annexed Table 3 of | Industrial Safety and |
| substances | the Enforcement Order for the Industrial Safety and | Health Act |
| (If these | Health Act | |
| overlap with | Substances as per Article 2, paragraph (2) of the Act | PRTR Act |
| prohibited | on Confirmation, etc. of Release Amounts of Specific | |
| substances | Chemical Substances in the Environment and | |
| or restricted | Promotion of Improvements to the Management | |
| substances, | Thereof that fall under the substances in Article 5 | |
| classification | (excluding items (iii) and (iv)) of the Enforcement | |
| will depend | Order of that Act; as well as substances as per Article | |
| on the | 2, paragraph (2) of the Act that fall under Article 6 | |
| designation | (excluding items (iii) and (iv)) of the Enforcement | |
| thereof.) | Order of that Act. | |

(2) Management of Hazardous Materials in Products

Suppliers are asked to manage and keep track of any prohibited substances, restricted substances, and controlled substances contained in their products. Additionally, provide information on that management to NTT Group companies on their request.



As a general rule, the information on management that should be presented includes the information in Table 2.

- Basic information: Information that should be managed on prohibited substances, restricted substances, and controlled substances
- Additional information: Information that should be maintained on restricted substances and controlled substances

| | | Prohibit | Restrict | Controll |
|--------------|---------------------------------------|----------|----------|----------|
| | Managed information | ed | ed | ed |
| | | substan | substan | substan |
| | | ces | ces | ces |
| Basic | Presence of hazardous materials | Yes | Yes | Yes |
| information | | | | |
| | Concentration of hazardous | | | |
| | substances | | | |
| | Amount of hazardous materials | | | |
| | used (contained) per product (or | | | |
| | unit) | | | |
| | • Purpose of use and location of use | | | |
| | of hazardous materials | | | |
| Additional | Possibility of leakage of hazardous | | | |
| information | materials into the environment | | Yes | Yes |
| IIIOIIIation | during use (operation) or during | | | |
| | disposal of the product | | | |
| | Method of separating the places | | | |
| | where hazardous materials are used | | | |
| | Recycling and disposal methods | | | |
| | Methods of restricting the use of | | | |
| | hazardous substances (availability of | / | | |
| | alternative substances), etc. | | | |

Table 2

(4) Biodiversity

If materials are of biological origin, we ask that consideration be taken of biodiversity.

(5) Exhaustible resources and scarce resources



Endeavor to procure sustainable raw materials and reduce the use of exhaustible resources and scarce resources as much as possible. If using such materials, we ask that suppliers provide the names of the materials and clearly state the amount used. Upon the request of the NTT, suppliers are asked to explain the techniques they use to prevent leaks during usage, to keep such materials separate from other products, in shipping and transport, for recycling, and for disposal.

2.7.2. Product Designs

(1) Energy Conservation

Design product energy (electric power and fossil fuels) consumption to be as small as possible.

(1) Specified devices in the Act on the Rationalization of Energy Use shall have performance in accordance with that Act.

Additionally, the following standard target products shall have performance in accordance with this as well.

- International Energy Star Program
- (2) Restricted performance
- Average power consumption: Average amount of electrical power used under the presented conditions
- Calorific value: Amount of heat generated inside a device under the presented conditions
- Maximum power consumption

(3) Development and procurement of ICT devices newly procured by the NTT Group

<Approach to ICT Device Development and Procurement>

ICT devices newly developed or procured by NTT Group companies are to be developed or procured at the highest rank (number of stars) possible, based on the reference values in the Ecology Guidelines for the ICT Industry established by the Council on Ecology Guidelines for the ICT Industry. Additionally, we focus on not only the energy conservation performance of devices themselves, but also the development and procurement of devices with functionality that leads to energy conservation in telecommunication equipment rooms and all data centers. Additionally, in ICT device development and procurement, we make comprehensive determinations that consider air conditioning, power supply, and other operating



costs; environmental added value; and other factors in addition to functionality, performance, and product price. "Added value" here refers to value that can be used as carbon offsets, Green Electricity Certificates, and similar.

<Device-specific Group Target Values>

Devices specified in the Ecology Guidelines for the ICT Industry have "reference values" as established in those Guidelines. However, this does not apply to items preceding the "approximate timing of the implementation of reference values."

<Energy Conservation Functionality Requirements>

ICT devices have interfaces that enable the collection of hardware information (e.g. intake air temperature, power consumption) and the control of device power states (on / off) for energy management purposes at telecommunication equipment rooms and data centers. For specific requirements, refer to ITU-T L.1300 Annex D and Appendix V.

Air intake and exhaust for ICT devices face to the front and back in order to improve cooling efficiency across telecommunication equipment rooms and data centers as a whole. If, due to restrictions pertaining to ICT device implementation, a left-right or up-down air intake and exhaust is used, or any other such air intake and exhaust that is not front-back facing, install an airflow control plate to change the air intake and exhaust air flow into the front-back direction. For specific requirements, refer to ITU-T L.1300 Annex C and Appendix IV.

(2) Weight reduction

Make products as lightweight as possible.

(3) Long service life

Give products as long a service life as possible.

(4) Ease of disassembly

Give products a structure that enables easy disassembly into recyclable components or reusable materials as much as possible.

(5) Processing methods to avoid, etc.

Avoid, as much as possible, using the following types of processing on plastic materials used in products. If such types of processing are necessary, provide such



information to the NTT Group as requested.

- Painting and plating of plastic surfaces
- Affixing labels, etc. (However, this does not apply to cases in which the label material is of the same type as the plastic material, and where the label is affixed [e.g. via welding] without using adhesive.)
- Adding tempered glass or other filler

2.7.3. Labeling

Clearly label products and components with the names of materials used and other information required for recycling and implementing the most appropriate type of waste disposal. For this purpose, use a labeling method that creates labels that do not easily come off or fade.

- (1) Display the name of the plastic material
- ① Citation standards
- JIS K 6899-1 (ISO 1043-1)
 "Plastics Symbols and abbreviated terms Part 1: Basic polymers and their special characteristics"
- JIS K 6899-2 (ISO 1043-2)
 "Plastics Symbols and abbreviated terms Part 2: Fillers and Reinforcing Materials"
- JIS K 6999 (ISO 11469)
 "Plastics Generic Identification and Marking of Plastics Products"

② Identification symbols for materials

Display identification symbols for materials for molded products made of plastic materials used in products and parts in accordance with JIS K 6899-1, JIS K 6899-2, and JIS K 6999, as much as possible.

③ Labeling method

As a general rule, do not use labels sticker for labeling. • However, this does not apply to cases in which the label material is of the same type as the plastic material and where the label is affixed [e.g. via welding] without using adhesive. (Examples)

• Etching the symbol into the mold and using the mold for labeling



- Embossing
- Melt imprint

Label location

Put the label in a place that can be easily seen during disposal and disassembly.

(2) Hazardous substance labeling

For labeling pertaining to hazardous substances, include information in accordance with J-Moss.

J-Moss: JIS C 0950, "The marking for presence of the specific chemical substances for electrical and electronic equipment"

2.7.4. Packaging materials

For packaging materials, consider the following items as much as possible. Also consider the product's structure (design) in endeavoring to lower the environmental impact of packaging.

(1) Structure

Ensure that packaging materials are given a structure that enables them to be reused.

(2) Materials

Avoid using plastic in packaging materials as much as possible and try to reduce the amount of resources used. Also use recycled materials and renewable resources (e.g. paper, biomass plastic).

(3) Labeling

Label the name of materials used in packaging materials in such a way as the labels do not easily come off or fade.

(4) Requirements regarding plastic packaging materials

If using plastic in packaging materials, label the name of the material in accordance with 2.7.3(1).

2.7.5. Ease of disposal

Design products such that, when products (including packaging materials) undergo interim processing and final disposal, they have as little impact as possible on the



processing facility and the environment surrounding the facility.

2.7.6. Recycling and disposal methods

Suppliers should create procedural documents for product recycling and disposal methods, and explain those procedures to the NTT Group at NTT's request. As much as possible, plastic should be recycled via material recycling.

2.8. Effective Resources Use and Waste Management

Refer to the Sustainability Guidelines (III-7)

2.9. Conserving Biodiversity

Refer to the Sustainability Guidelines (III-8)

2.10. Publication and Disclosure of Environmental Conservation Initiatives

Refer to the Sustainability Guidelines (Common-3) Please cooperate with questionnaires (SAQ) and on-site inspections when requested by the NTT Group.

2.11. Promotion of Supply Chain Initiatives

Please promote the environmental conservation activities described in 2.1 through 2.10 above among upstream suppliers.



Chapter 3. Supplier Evaluation

Chapter 3.1. Supplier Evaluation

The NTT Group evaluates supplier environmental conservation activities and procured products via "company evaluations" and "product evaluations."

- Company evaluation: Evaluates environmental initiatives.
- Product evaluation: Evaluates a product's environmental friendliness.

3.2. Evaluation Criteria

Evaluation criteria for each evaluated item are as follows.

- Company evaluation: Company Evaluation Criteria List (Table 3)
- Product evaluation: Product Evaluation Criteria List (Table 4)

| Guideline item | Question | Evaluation | |
|------------------|------------------------------|---|--|
| 2.3.1. Building | Have you built and do you | 1. We have received ISO14001 or another | |
| and operating an | operate an environmental | external certification and are operating an | |
| environmental | management system? | environmental management system | |
| management | | 2. We have built and operate an | |
| system | | environmental management system based | |
| | | on ISO14001, etc. | |
| | | 3. We have not built an environmental | |
| | | management system | |
| | If you responded 1 above, | Name of standard/certification | |
| | please provide your | Certification Body | |
| | registered information. | Certification Number | |
| | | Expiration Date | |
| | If you responded 1 or 2 | 1. Entire company | |
| | above, what is the scope of | 2. Only part of the organization | |
| | application? | Scope of Application: | |
| | | () | |
| | If you responded 3 above, do | By what date do you plan to build that | |
| | you plant to build such a | system? Plan to build by () | |
| | system in the future? | | |

Table 3. Company Evaluations



| | Does your company have a | 1. Yes |
|---|------------------------------|--------|
| | system for managing | 2. No |
| | environment-related laws, | |
| | regulations, and rules? | |
| | Do you have targets for the | 1. Yes |
| | design and manufacture of | 2. No |
| | environmentally friendly | |
| | products? | |
| | Do you have an action plan | 1. Yes |
| | for achieving your | 2. No |
| | environmental targets? | |
| | Are there clear roles and | 1. Yes |
| | responsibilities for the | 2. No |
| | operation of your | |
| | environmental management | |
| | system? | |
| | Do you provide education | 1. Yes |
| | and training for employees | 2. No |
| | regarding the operation of | |
| | the environmental | |
| | management system? | |
| | Do you publicize information | 1. Yes |
| | on your company's | 2. No |
| | environmental conservation | |
| | activities? | |
| | Have you established clear | 1. Yes |
| | requirements for the | 2. No |
| | environmental management | |
| | system? | |
| | Do you have systems for | 1. Yes |
| | responding to accidents and | 2. No |
| | disasters? | |
| | Do you regularly monitor and | 1. Yes |
| | measure important aspects | 2. No |
| | of environmental | |
| | management (e.g. water | |
| ι | I | |



| | quality, exhaust, chemical | |
|--------------------|--------------------------------|---|
| | substances, waste)? | |
| | Do you take steps to rectify | 1. Yes |
| | non-compliant items and | 2. No |
| | prevent recurrence? | |
| | Are environmental | 1. Yes |
| | management records created | 2. No |
| | and stored? | 2.110 |
| | Does the company have a | 1. Yes |
| | system for internal | 2. No |
| | environmental audits and is it | 2.1.10 |
| | being implemented? | |
| 2.3.2. Initiatives | Do you know the volume of | 1. Yes, we do monitor volumes of |
| to reduce | greenhouse gas emissions | greenhouse gas emissions |
| environmental | from your company activities | 2. We plan to monitor volumes of |
| burden | and the supply chain as a | greenhouse gas emissions |
| (1) Reduction of | whole? | 3. Yes, we do monitor volumes of |
| greenhouse | | greenhouse gas emissions |
| gases | Are you implementing | 1. Yes, we are implementing initiatives to |
| | initiatives to reduce | reduce greenhouse gases |
| | greenhouse gas emissions | 2. We plan to implement initiatives to |
| | from your company activities | reduce greenhouse gas emissions |
| | and the supply chain as a | 3. No, we are not implementing initiatives to |
| | whole? | reduce greenhouse gases |
| | Do you publicize information | 1. Yes, we do publicize that information |
| | on greenhouse gas emissions | 2. We plan to publicize that information |
| | outside of the company? | 3. No, we do not publicize that information |
| (2) Resource | Do you monitor the amount | 1. Yes, we do monitor the amount of waste |
| recycling | of waste generated by your | generated, disposal methods, and |
| initiatives | business activities and | recycling rates, and we work to improve |
| | reduce it as much as | emissions reductions and recycling rates |
| | possible, while also | 2. We plan to monitor the amount of waste |
| | implementing reuse and | generated, disposal methods, and |
| | recycling, as well as | recycling rates |
| | monitoring disposal methods | 3. No, we do not monitor the amount of |
| | in use (e.g. material | waste generated or disposal methods |



| | recycling, waste-to-energy, | |
|-------------------|--------------------------------|---|
| | final disposal techniques) and | |
| | recycling rates? | |
| (3) Biodiversity | Do you work to raise | 1. Yes, we do work with NGOs and other |
| conservation | awareness among employees | external organizations on biodiversity |
| initiatives | about biodiversity | conservation initiatives |
| muduves | conservation, and work with | |
| | | 2. We plan to work on biodiversity |
| | stakeholders (e.g. | conservation initiatives |
| | employees, municipalities, | 3. We do not work on biodiversity |
| | NGO experts) on activities to | conservation initiatives |
| | conserve rare plants, | |
| | animals, and ecosystems | |
| | both within and outside the | |
| | supplier offices? | |
| (4) Disclosure of | Do you publicize information | 1. Yes, we do publicize that information |
| information | on suppliers' environmental | through environmental reports, etc. |
| related to | conservation activities, | 2. We plan to publicize that information |
| environmental | including (1) through (3) | 3. No, we do not publicize that information |
| conservation | above? | |
| (5) Promotion of | Do you promote the | 1. Yes, we do promote that among the rest |
| supply chain | environmental conservation | of the upstream supply chain through the |
| initiatives | activities in 2.3.1 and (1) | Green Procurement Guidelines, etc. |
| | through (4) above among | 2. We plan to promote that among the |
| | the rest of your (suppliers') | upstream supply chain |
| | upstream supply chain? | 3. We do not promote that among the |
| | | upstream supply chain |

Table 4. Product Evaluations

| Guideline item | Question | Evaluation |
|------------------|-------------------------------------|------------------|
| 2.4.1. Materials | Do you standardize the types of | 1. Yes, we do |
| (1) | materials used in products as | 2. No, we do not |
| Standardization | much as possible? | |
| of materials | | |
| (2) Selection of | When selecting materials for use in | 1. Yes, we do |
| materials | products, do you avoid composites | 2. No, we do not |
| | and other difficult-to-recycle | |



| | materials as much as possible, and | |
|------------------|------------------------------------|-----------------------|
| | instead select easily recyclable | |
| | materials? | |
| | Do you use recycled materials as | 1. Yes, we do |
| | much as possible in products? | 2. No, we do not |
| | Do you use the recommended | 1. Yes, we do |
| | plastic materials for molded | 2. No, we do not |
| | products made of plastic? | |
| | Do you avoid using plastic in | 1. Yes, we do |
| | products and other items provided | 2. No, we do not |
| | to customers as much as possible, | |
| | and if you do use plastic, do use | |
| | the minimum amount possible? | |
| | Do you use recycled materials and | 1. Yes, we do |
| | biomass plastic as much as | 2. No, we do not |
| | possible in products and other | |
| | items provided to customers? | |
| (3) Reduction of | Do you ensure that you do not use | 1. Yes, we do |
| the use of | hazardous materials in accordance | 2. No, we do not |
| hazardous | with the laws and regulations of | |
| materials | the country or region in which | |
| | your NTT Group company is | |
| | located, including materials and | |
| | compounds that require special | |
| | methods of disposal? | |
| | Do you manage prohibited | 1. Yes, we do provide |
| | substances (NTT-specified) and | that |
| | provide information on the | 2. No, we do not |
| | management thereof? | provide that |
| | Do you use prohibited substances | 1. Yes, we do |
| | (NTT-specified)? | 2. No, we do not |
| | Do you manage restricted | 1. Yes, we do provide |
| | substances (NTT-specified) and | that |
| | provide information on the | 2. No, we do not |
| | management thereof? | provide that |



| | Do you use restricted substances | 1. Yes, we do |
|------------------|--------------------------------------|-------------------------|
| | (NTT-specified)? | 2. No, we do not |
| | Are you reducing the products that | 1. Yes, we are reducing |
| | use restricted substances? | those |
| | | 2. No, we are not |
| | | reducing those |
| | Do you manage controlled | 1. Yes, we do provide |
| | substances (NTT-specified) and | that |
| | provide information on the | 2. No, we do not |
| | management thereof? | provide that |
| (4) Biodiversity | If the materials used are of | 1. Yes, we do |
| | biological origin, do you take steps | 2. No, we do not |
| | to take biodiversity into | |
| | consideration? | |
| (5) Exhaustible | Do you endeavor to procure | 1. Yes, we do |
| resources and | sustainable raw materials and | 2. No, we do not |
| scarce resources | reduce your use of exhaustible | |
| | resources and scarce resources as | |
| | much as possible? | |
| 2.4.2. Product | Do you have electrical power | 1. Yes |
| design | performance that adheres to and | 2. No |
| (1) Energy | is based on laws, regulations, etc. | |
| conservation | (Act on the Rationalization of | |
| | Energy Use; International Energy | |
| | Star Program; NTT Group Energy | |
| | Conservation Performance | |
| | Guidelines)? | |
| | Do you restrict the energy | 1. Yes, we do |
| | consumption (power consumption) | 2. No, we do not |
| | of products in use? | |
| (2) Weight | Do your products' designs attempt | 1. Yes, they do |
| reduction | to be as lightweight and compact | 2. No, they do not |
| | as possible? | |
| (3) Long service | Do your products' designs attempt | 1. Yes, they do |
| life | to achieve as long a service life as | 2. No, they do not |
| | possible? | |



| (4) Ease of | Do you give your products a | 1. Yes, they do |
|--|--------------------------------------|------------------------|
| disassembly | structure that enables easy | 2. No, they do not |
| disdssembly | disassembly into recyclable | |
| | | |
| | components or reusable materials | |
| | as much as possible? | |
| (5) Processing | Do you strive to avoid the | 1. Yes, they do |
| methods to | "Processing methods to avoid, | 2. No, they do not |
| avoid, etc. | etc." designated by NTT? | |
| | If you are implementing | 1. Yes, we can provide |
| | "processing methods to avoid, | that |
| | etc.," are you able to provide | 2. No, we cannot |
| | information on that? | provide that |
| (6) Ease of | Do you design products such that | 1. Yes, they do |
| disposal | when products (including | 2. No, they do not |
| | packaging materials) undergo | |
| | interim processing and final | |
| | disposal, they have as little impact | |
| as possible on the processing facility and the environment | | |
| | | |
| | surrounding that facility? | |
| (7) Recycling | Do you create procedural | 1. Yes, we can explain |
| and disposal | documents for product recycling | that |
| methods | and disposal methods, and explain | 2. No, we cannot |
| | those procedures at the request of | explain that |
| | the NTT Group? | |
| | Do you recycle plastic via material | 1. Yes, we do |
| | recycling as much as possible? | 2. No, we do not |
| 2.4.3. Labeling | Do you use identification symbols | 1. Yes, we do |
| (1) Labeling | for materials in accordance with | 2. No, we do not |
| names of plastic | JIS for molded products made of | |
| materials plastic? | | |
| | Do you endeavor to generally | 1. Yes, we do |
| | avoid using label stickers for the | 2. No, we do not |
| | labeling of the names of plastic | , |
| | materials? | |
| L | | |



| | Do you put labels for plastic | 1. Yes, we put the |
|--------------------|--------------------------------------|-------------------------|
| | material names in places that can | labels somewhere |
| | be easily seen during disposal and | easily seen |
| | disassembly? | 2. No, we do not put |
| | | the labels somewhere |
| | | easily seen |
| (2) Labeling | For labeling pertaining to | 1. Yes, we do |
| hazardous | hazardous substances, do you | 2. No, we do not |
| materials | include information in accordance | |
| | with J-Moss? | |
| 2.4.4. Packaging | Do you use packaging materials | 1. Yes, we do |
| materials | that have a structure that enables | 2. No, we do not |
| them to be reused? | | |
| | Do you use recycled materials and | 1. Yes, we do |
| | biomass plastic as much as | 2. No, we do not |
| | possible in packaging materials? | |
| | Are you reducing the amount of | 1. Yes, we are reducing |
| | packaging materials you use that | those |
| | contain plastic materials, as much | 2. No, we are not |
| | as possible? | reducing those |
| | Do you include labeling for | 1. Yes, we do |
| | identification symbols for materials | 2. No, we do not |
| | on packaging materials that use | |
| | plastic? | |



Chapter 4. Other

4.1. FAQ

| <all:< th=""><th>></th></all:<> | > |
|------------------------------------|---|
|------------------------------------|---|

| No. | Question | Example response |
|-----|----------------------------------|--|
| 1 | Are the revised Green | The Green Procurement Guidelines present the NTT |
| | Procurement Standards | Group's basic approach to green procurement and |
| | requirements for procurement? | cover the general matters thereof. |
| | | Prohibited substances, etc., are prohibited by law and |
| | | regulations, and compliance with those stipulations is |
| | | mandatory. |
| 2 | What is the scope of application | The Standards apply to the NTT Group. |
| | of the Green Procurement | However, should an NTT Group company establish |
| | Standards? | their own standards (guidebook, specifications, |
| | | blueprints, etc.) in addition to these Standards, and |
| | | should the text thereof differ from these Standards |
| | | due to the laws of the country in which an NTT Group |
| | | company is located, local municipal government |
| | | ordinances and regulations, or customer demands, |
| | | the company's own standards take precedence. |

<Individual items>

| No. | Question | Example response |
|-----|------------------------------|--|
| 1 | Why did you select the | Ease of recycling (material recycling and waste-to- |
| | recommended materials that | energy) |
| | you did? | Impact on the environment of burial |
| | | Impact on the environment of manufacturing |
| | | Social trends |
| | | The above four factors were taken into consideration |
| | | in deciding on these materials. |
| 2 | ABS and PC are considered | Please use the recommended materials as long as |
| | recommended materials | there is no functionality-related reason not to use |
| | according to our company's | those materials. |
| | standards. Should we not use | \cdot In the case of ABS, it has the problem that it may |
| | them? | produce cyanide gas if used in a waste-to-energy |



| | Why are these materials not | process. |
|---|-----------------------------------|--|
| | considered recommended | • In the case of PC, phosgene and other hazardous |
| | materials? Both are easy to | substances are a necessary part of the manufacturing |
| | recycle and dispose of. | process. Additionally, the amount of electrical power |
| | | needed for the manufacturing process is larger than |
| | | the amount needed for the recommended materials. |
| | | These are not materials to avoid, but they are also |
| | | not recommended materials. |
| 3 | PVC has an established | PVC cannot be recycled in perpetuity. Eventually, it |
| | recycling method in place, so I | may be sent to a waste-to-energy process. In such a |
| | do not see a problem. | case, it is not impossible that dioxins could be |
| | | produced. Even if high-temperature incinerators are |
| | | installed throughout Japan, enabling the complete |
| | | degradation of dioxins, hydrogen chloride gas would |
| | | damage the incinerator and there would be a need to |
| | | neutralize the gas, and these factors mean that this is |
| | | not a material that places a low burden on the |
| | | environment. |
| 4 | Prohibited substances should | Do not add such substances intentionally |
| | not be included even in trace | According to current scientific standards, the two |
| | amounts? | key points are not to use a manufacturing method |
| | | that is clearly known to involve such materials as by- |
| | | products, and not to use materials manufactured |
| | | using such a method. |
| 5 | Are extremely trace amounts of | Yes, they are. |
| | heavy metals contained in | If they are added intentionally |
| | metal plating, etc., also subject | According to current scientific standards, a |
| | to controls? | manufacturing method that is clearly known to |
| | | involve such materials as by-products is used, or |
| | | materials manufactured using such a method are |
| | | used |
| | | In the above two cases, the metals are subject to |
| | | controls. |
| 6 | Why did you add dioxins to the | Dioxins were added because they were found to be |
| | list of prohibitod substances? | clearly harmful to the human body and the Act on |
| 1 | list of prohibited substances? | clearly narmini to the numan body and the Act on |



| 7 | How many grams of a plastic | In the January 1998 detailed guidelines, molded |
|---|------------------------------------|---|
| | material need to be present for | products of at least 25g required labeling, but after |
| | it to be necessary to identify the | the August 1999 revision, as much labeling as |
| | material with a label? | possible is required. |

4.2. Revisions to these Standards

This standard is a revised version of the "NTT Guidelines for Green Procurement" established in December 2013.

This Standards shall be revised as necessary based on changes in social conditions and as new discoveries are made, etc.

4.3. Inquiries

Technology Planning Department, Procurement Strategy, Research Planning Department, Environmental Protection Office, Nippon Telegraph and Telephone Corporation, Email: green-procurement@ntt.com

*Procurement-related inquiries for NTT Group companies should be directed to the procurement contact desk at each respective company.