To Whom It May Concern:

ISETAN MITSUKOSHI HOLDINGS

June 10, 2025

Isetan Mitsukoshi Holdings Ltd.

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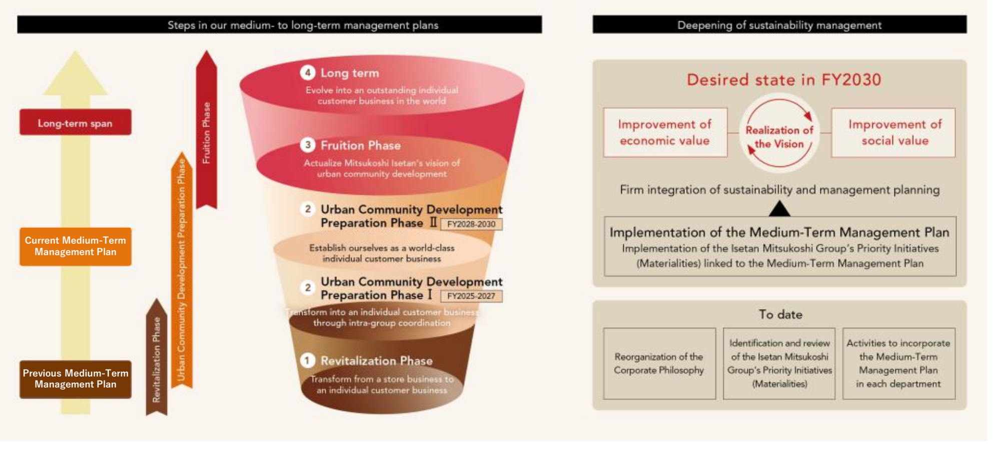
—Isetan Mitsukoshi Group's Initiatives to Address Climate Change— Notice Concerning Submission of SBT Near-Term Target Certification Commitment and Expansion of Specific Measures to Address Climate Change

Isetan Mitsukoshi Holdings Ltd. (Shinjuku-ku, Tokyo; Toshiyuki Hosoya, Director, President and CEO; hereinafter "the Company") is addressing climate change to connect a sustainable environment and society. Specifically, the Company submitted a commitment to obtain SBT near-term target certification and will expand the introduction of renewable energy, including an off-site corporate PPA.

■Sustainability management in the Isetan Mitsukoshi Group and climate change

The Isetan Mitsukoshi Group aims to practice sustainability management by solving various social issues through its business activities and reinvesting the profits it earns into its management capital to help solve the next set of social issues. The Isetan Mitsukoshi Group has set the following four Priority Initiatives (Materialities) as a compass that will allow it to achieve both sustainable growth and contribution to the realization of a sustainable society.

(1) Connecting People and Local Communities
(2) Contributing to a Sustainable Environment and Society
(3) Maximizing the Power of People
(4) Group Governance and Communication

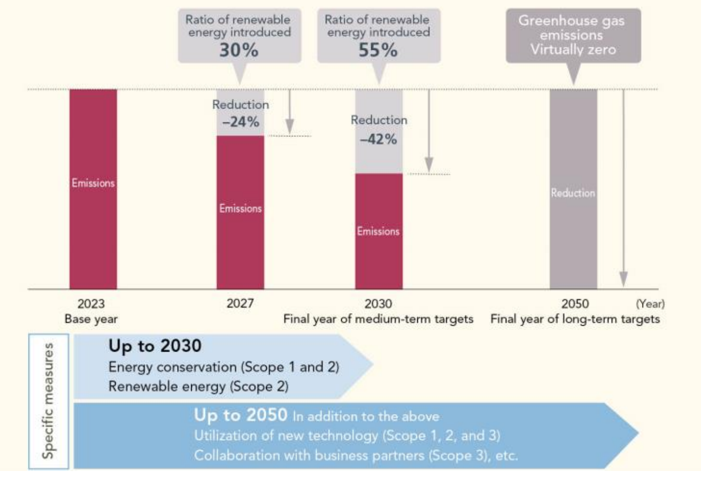


Of these, addressing climate change is one of the major components of Priority Initiative (2), "Contributing to a Sustainable Environment and Society". Climate change presents both risks and opportunities for the Company's business activities. In addition, given that the Company operates large stores, it is called upon to fulfil its social responsibilities. Furthermore its stakeholders, especially its customers, have high expectations for its environmental initiatives. In light of these factors, the Company has positioned climate change as one of the highest priority social issues to be addressed.

*Report on the results of customer survey on sustainability
https://www.imhds.co.jp/corporate/news-release/article28.html

■Toward SBT certification for greenhouse gas (GHG) emissions reduction targets

The Group has been striving to reduce greenhouse gas (GHG) emissions to date, with the goal of achieving virtually zero emissions by 2050. It has updated the emissions reduction target for 2030, which is a milestone toward 2050 and the final year of its new Medium-Term Management Plan, started from 2025.
With this update, the Company aims to obtain near-term target certification for the "1.5°C target" based on the Science Based Targets (SBT) for greenhouse gas emission reduction targets under the Paris Agreement. The SBT 1.5°C target is said to be a science based target for limiting the global average temperature rise to 1.5°C above pre-industrial levels. By confirming alignment with these standards, the Company will ensure that its actions contribute to mitigating climate change. Prior to obtaining certification for the near-term targets, the Company submitted a commitment to SBTi Service, the organization that certifies SBT.
Specifically, the Company aims to reduce Scope 1 and 2 emissions by 42% compared to FY2023 levels. Additionally, we will establish targets for Scope 3 reductions in accordance with SBT standards.



■Strengthening specific measure to reduce Scope 2 emissions

The Company will expand specific reduction measures in line with the updated targets. In particular, it will expand the introduction of renewable energy to reduce Scope 2 emissions in its direct operations.
The Company has been introducing solar power at some facilities and has gradually expanded the number of stores covered by this initiative from FY2024. Namely, all electricity used by the main building and new building of Iwataya Main Store is being substantially derived from renewable energy sources using Non-Fossil Certificates. renewable energy from FY2024.
In addition, from April 2025, the main building of the flagship Mitsukoshi Nihombashi Main Store will be powered by 100% renewable energy. Specifically, we will procure power derived from solar energy using an off-site corporate PPA (Power Purchase Agreement) *1 model, combined with that is substantially derived from renewable energy.
A corporate PPA is a mechanism for stably procuring electricity generated by renewable energy power producers and its environmental value over an extended time horizon. The introduction of this method will enable the Company to ensure the "additionality" of increasing new renewable energy sources in society. Furthermore, long-term contracts will make it possible to procure renewable energy in a stable manner as the Group seeks to continuously decarbonize its operations.

Mitsukoshi Nihombashi Main Store

Off-site solar power generation facilities in the corporate PPA

■Looking ahead

Throughout its 350-year history, the Isetan Mitsukoshi Group has responded to the changing times and offered proposals that anticipate customer needs. The Company will continue to carry forward this legacy while fulfilling its social responsibilities through initiatives to mitigate climate change, working together with its stakeholders toward a sustainable future.
As for the plans from here, the Company aims to complete SBT certification by fall 2025.
In April 2026, the Company plans to achieve conversion to 100% renewable energy at the Isetan Shinjuku Main Store (Main Building and Men's Building).

*1 A corporate PPA is a mechanism for stably procuring electricity generated by renewable energy power producers and its environmental value over a long time horizon. Off-site facilities, or those outside the premises, enable for more electricity to be generated.

【Contact】
Corporate Communication and IR Division,Corporate Finance and Accounting Department, Isetan Mitsukoshi Holdings Ltd.
E-mail:support_sh@imhds.co.jp