

Environmental Report 2022

Aiming to coexist in harmony with the natural environment



Amano Enzyme Inc.

*This is a machine translation of the Japanese environmental report.

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About Us

About the Environmental Report 2022

Editorial Policy

This report presents a compilation of data on the environmental protection activities undertaken by Amano Enzyme Ltd on a company-wide basis.

Target Period

The period covered by this report is 1 April 2020 - 31 March 2021.

Target Organization

The organizations covered by this report are Nagoya Plant, Yoro Plant, Shiga Plant, Innovation Centre and Head Office.







Upper left: Nagoya Plant Upper right: Yoro Plant Left: Shiga Plant

Company Name	Amano Enzyme Inc.
Established	August 26, 1948
Found	1899
Representative	President and CEO Motoyuki Amano
Business Activities	 Manufacture and sale of enzyme agents for the pharmaceutical, food, and manufacturing industries, and for diagnostic reagents
	2. Manufacture and sale of pharmaceuticals, veterinary medicines, and feed additives
Capital	¥390 million
Employees	440
Locations	2-7, 1-Chome, Nishiki, Naka-ku, Nagoya 460-8630 Japan
Phone	81-(0)52-211-3032
FAX	81-(0)52-211-3054

Environmental Policy

In accordance with its philosophy of tomoiki (harmonious coexistence), Amano Enzyme is dedicated to business activities that promote the sustainable growth and development of society. As a leading force in the enzyme industry, we strive for global environmental protection by assessing the impact of our development, procurement, manufacturing, distribution, and services as precisely as possible.

- 1. We comply with all applicable environmental laws and regulations, and accords with local communities.
- 2. We strive to help preserve the global environment through new technologies and increased efficiency.
 - (1) We reduce greenhouse gas emissions across whole life cycles
 - (2) We reduce energy consumption and promote renewable energy use
 - (3) We reduce consumption of non-renewable resources through waste reduction and recycling
 - (4) We maximize productivity through effective use of natural resources
- 3. We promote systematic and continuous environmental conservation activities by informing all employees about our environmental policy and operating an environmental management system.
- 4. We build enduring partnerships with customers, suppliers, and local communities to promote more effective environmental conservation activities.

April 1, 2022 Motoyuki Amano, Amano Enzyme Inc.

Status of acquisition of environmental management systems

Amano Enzyme has obtained ISO 14001 certification since January 2000 as a mechanism for promoting environmental improvements at the Nagoya, Yoro and Shiga plants, which are production sites, the Innovation Centre, which is the R&D site, and the head office, and has been promoting continuous environmental protection activities. Activities based on ISO 14001:2015 started in FY2017, and the company underwent a maintenance audit in November 2021 and received certification.

Environmental management organisation and internal environmental audits

To ensure the effective operation of the environmental management system, the EMS Committee and the Environmental Committee have been established as operating organisations, and their responsibilities, authorities, roles and functions are clearly defined and addressed in their activities. In addition, internal environmental audits are regularly conducted every year to ensure that the environmental management system is being implemented. With the transition to ISO 14001:2015, internal environmental auditors were retrained and the number of auditors was increased. We are continuously improving our auditors to ensure that internal environmental audits are carried out effectively after the transition.

2021 Environmental targets and results

Amano Enzyme continuously implements initiatives to reduce the environmental impact of its corporate activities and to protect the global environment. The company carries out detailed environmental conservation and management activities by setting medium-term environmental targets and implementation plans with three years as a unit, and formulating targets and plans for implementing these targets and plans for each single year.

Environmental	2021 Environment	al goals and results
policy	Target	Track record
Compliance with regulations, etc.	 Clarify applicable environmental laws, regional agreements, etc. at each site and regularly evaluate them to ensure compliance with legal and agreed values. At sites with wastewater treatment facilities, comply with legal limits and voluntary control limits (additional limits) based on the 8th Total Volume Regulation by ensuring operation and management. Comply with legal limits for odour, noise, vibration, etc. and avoid generating environmental complaints. 	 Inspections and notifications based on applicable laws, regulations and agreements were reliably carried out as planned, and compliance with laws and regulations was regularly assessed. The target was achieved with zero cases of non-compliance with laws and regulations. The wastewater treatment plant was operated and managed reliably and complied with the legal and voluntary control standard values (upper standard values) based on the 8th Total Volume Regulation. Target achieved with 0 cases exceeding legal limits. One noise complaint was received as a result of night-time construction work.
	Improve unit energy consumption by at least 3% by the end of FY2021 compared to actual	■ Energy intensity FY 2019 ratio: 96% Target achieved.
Conservation of the natural environment and protection of natural resources	 a) by the end of FY2021 compared to actual energy consumption in FY 2019. Reduce CO2 emissions per unit of production by at least 50% by the end of FY2031, compared to the actual CO2 emissions per unit of production in FY 2019. Improve unit water consumption by at least 3% by the end of FY2021 compared to the FY2019 actual level. Prevent CFC leakage from CFC equipment and reduce CFC (CFC, HCFC) use to zero. Reduce the amount of industrial waste per unit of production to less than or equal to the actual amount of industrial waste per unit of production in FY 2019. 	 CO2 emissions intensity FY 2019 ratio: 86% Unit water consumption
Continuous improvement	 Reduce environmental impact by improving operational efficiency. Actively promote activities to improve proposals that lead to energy savings, particularly in the summer months (July and August) when electricity demand is high. In research and development, promote product and application development themes that contribute to reducing the environmental impact of customers. 	 Continued efforts to improve operational efficiency through improvement proposal activities, small group activities, etc. Continuous implementation of energy-saving proposal activities. Selection of high-efficiency types when updating equipment such as airconditioning and refrigeration units. Re-evaluation of enzymes to be produced is underway for promising candidate strains with potential to reduce environmental impact.
Communication	 Ensure communication with the local community (sharing information on odours, noise, construction work, etc., holding plant briefings and plant tours, etc.) and maintain a relationship of trust. Cooperate in environmental beautification activities and resource collection in the vicinity of the plant as part of community contribution activities. 	 Monthly dissemination of information on predicted odour emissions to nearby residents (Nagoya plant). Plant briefings and plant tours to local authorities were cancelled due to Corona (Yoro plant). Beautification of areas around offices (all offices).

Achievements of activities inside and outside the establishments

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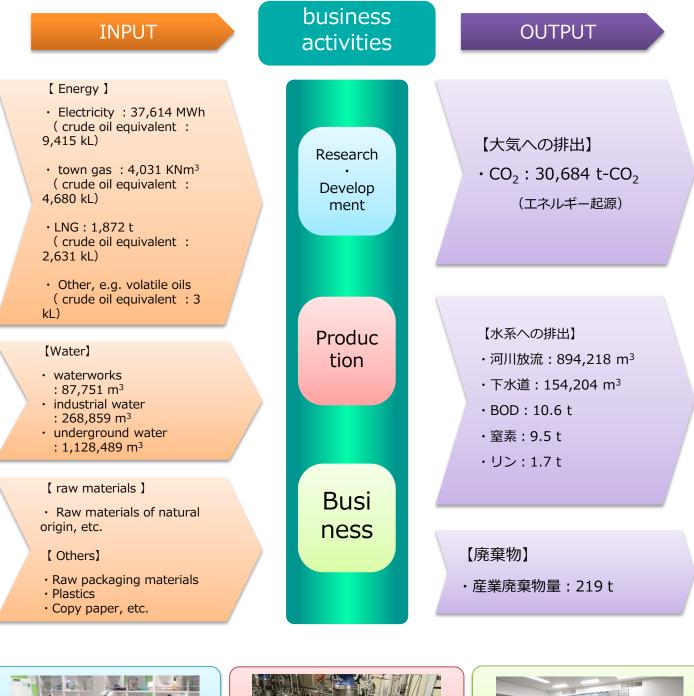
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The table below shows Amano Enzyme's EMS activities both inside and outside its sites and its performance in complying with various laws, regulations and ordinances in FY2021.

D20	Apr.	 FY2021 Establish environmental targets and implementation plans and start EMS activities (each business site and each site) FY 2020 Conduct regulatory compliance assessments and confirm legal compliance (each business site). FY2021 Report and pay pollution load levy (Nagoya, Yoro and Shiga plants) FY2021 Submit report on private industrial water supply (Nagoya Plant)
	May	 Reviewed and revised environmental impact assessments and environmental impact registers for each business site and site. Submitted energy consumption statistics surveys (Nagoya, Yoro and Shiga Plants). Submitted a global warming countermeasures implementation status report and a survey sheet on the pollution load of specific discharged water (Nagoya Plant). Submission of business action plans and reports under the Shiga Prefecture Ordinance on the Promotion of the Creation of a Low Carbon Society (Shiga Plant). Submission of a general waste reduction plan and a report on the results of the waste reduction plan (Yoro Plant). Submission of business waste reduction plan (Head Office)
	Jun.	 Report the results of EMS activities at each site in FY 2020 to the Chief Environmental Management Officer Submission of greenhouse gas emission reduction plans and reduction plan performance reports (Yoro Plant) Submit industrial waste treatment plans, implementation status reports and status reports on the delivery of industrial waste management charts, etc. (Nagoya, Yoro and Shiga Plants) Submission of industrial waste management chart delivery status reports (Innovation Centre). Submission of reports on the status of delivery of industrial waste from outside the prefecture (three plants and Innovation Centre). Submission of survey sheets on the amount of waste generated (Yoro plant, Innovation Centre).
	Jul.	 Conducted internal environmental audits (July). Submission of air pollutant load survey sheet (Nagoya Plant) Submission of medium- and long-term plans and periodic reports based on the Energy Conservation Law. Submitted a report on the water quality results of the Konan City Environmental Conservation Agreement (Shiga Plant).
	Aug.	 Conducted accident and emergency response simulation drills at each site. Submission of global warming countermeasure implementation status report (Nagoya Plant). Submitted a report on changes in the use of sewage treatment facilities (Innovation Centre).
	Sep.	Conduct surveys on the use of toxic and deleterious substances and carry out management inspections (three plants and the Innovation Centre).
	Oct.	 First half of FY2021 Prepare EMP (Environmental Management Program) performance report (each business site and each site) First half of FY2021 Conduct legal compliance assessment and confirm legal compliance (each site at each operation)
	Nov.	 Underwent ISO 14001 renewal audit. Submission of a comprehensive air pollutant emissions survey sheet (Shiga Plant).
	Dec.	(Activity performance report N/A)
021	Jan.	(Activity performance report N/A)
	Feb.	 Environmental targets and implementation plans for FY2022 were formulated and EMS activities commenced (at each business site and each site). Notification of industrial waste transport outside the prefecture submitted (Yoro Plant, Innovation Centre).
	Mar.	 FY2021 Conduct usage surveys on Class I and specified Class I designated chemical substances (3 plants and Innovation Centre). Conduct usage surveys and management inspections of toxic and deleterious substances (3 plants and Innovation Centre).

Environmental impact of business activities

At Amano Enzyme, the Nagoya, Yoro, Shiga and Innovation Centres, as well as the head office, we are engaged in a comprehensive range of activities, from research and development to production and administrative activities. Each and every employee is aware of the inputs and outputs of environmental impact generated by these activities, and strives to reduce environmental impact by taking concrete action.

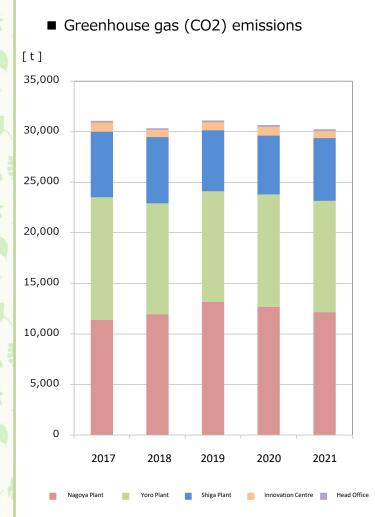


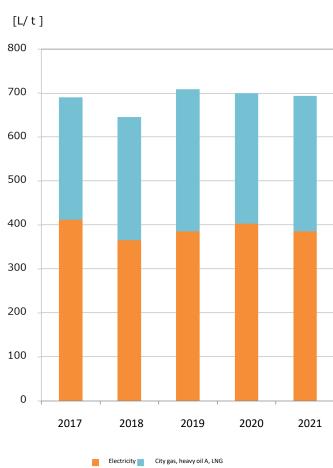


Research • Development Production

Business

Prevention of global warming and rationalisation of energy use





Changes in energy intensity

Greenhouse gas (CO2) emissions in FY2021 were 1% lower than in the previous year.

•At the Nagoya plant, biogas recovery from wastewater treatment was improved by 15% through stabilisation and more efficient operation of equipment. Together with other improvements, this has reduced greenhouse gas (CO2) emissions by approximately 4%.

• At the Yoro Plant, greenhouse gas (CO2) emissions were reduced by approximately 1% by introducing RO membranes into the boiler feed water and recovering waste heat from the sludge dryer.

• In addition to energy savings at the Shiga Plant, such as improved efficiency by keeping steam pipes warm and cleaning cooling towers, the plant is also considering the introduction of high-efficiency and energy-saving equipment for the next fiscal year.

We will continue to improve the efficiency of our facilities and reduce greenhouse gas (CO2) emissions.

The energy intensity in FY2021 decreased by 0.3% compared to the previous year.

• The following initiatives were implemented to improve energy intensity.

- Improvement of productivity
- · Introduction of energy-saving facilities and equipment

• Promotion of energy-saving activities through energysaving proposals (381 proposals).

In order to continuously improve energy intensity in FY2022, we will continue to work on reducing energy intensity by improving the operation of existing facilities and actively introducing high-efficiency equipment and energy-creating equipment.

What is Amano Enzyme's basic unit?
Specific unit = Crude oil equivalent of electricity or city gas, heavy oil A or LNG [L] / volume of oil to be prepared [t].
The value is calculated as follows.

Energy conservation initiatives

• At the Nagoya Plant, efforts are being made to improve the operation of biogas recovery through anaerobic treatment of wastewater (using biogas as fuel), which began in 2018, to increase gas recovery; in FY2021, a 12% increase over the previous year was achieved, and a 25% increase over FY18.

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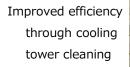
• At the Yoro Plant, energy consumption is being reduced through the introduction of energy-saving equipment, such as the introduction of RO membranes to improve boiler efficiency and waste heat recovery from sludge dryers.

• At the Shiga Plant, continuous improvements are being made, including operational improvements to existing facilities, such as the promotion of efficiency improvements through cooling tower cleaning, and plans for the introduction of energy-saving equipment for the next fiscal year.

• All offices will actively introduce energy-saving equipment to achieve company-wide energy savings.



Wastewater treatment plant Anaerobic treatment tank







Biogas recovery tank

Waste heat recovery from sludge dryers

Initiatives to reduce the environmental impact of hazardous

Prevention of ozone layer depletion by CFC gases.

The use of CFC gas, which causes ozone depletion and global warming, is reduced by introducing CFC or non-CFC equipment and equipment as required, for example by replacing cooling equipment that used CFC gas as a refrigerant with equipment that uses alternative CFC gas, and regular inspections are carried out to prevent leakages.

Preventing mercury pollution of water and soil

LED lighting fixtures have been installed in line with activities to eliminate fluorescent and mercury lamps that use mercury, which is harmful to the human body. This eliminates the risk of mercury pollution of water and soil and saves energy.



Air-conditioning systems using alternative CFCs



Cryogenic storage using alternative CFCs

公害防止のための取り組み

■ 大気汚染の防止

<u>液化天然ガス(LNG)をボイラー燃料に活用</u> 養老工場では2017年1月に主要ボイラーの燃料をA重油から LNGに転換し、ボイラーも高効率タイプに更新しました。 これにより、光化学スモッグや酸性雨などの原因になる大気 汚染原因物質である窒素酸化物(NO_x)の発生量が石炭比 で約40%*と大幅に削減できるだけでなく、LNGに含まれる 硫黄分はごく微小であるため硫黄酸化物(SO_x)もほとんど 発生しません。このLNGを養老工場の主要ボイラーの燃料に 用いると共に高効率ボイラーで燃焼効率を上げることにより、 大気汚染の防止に貢献しています。

1 40



※出典:環境省「地球温暖化対策の推進に関する法律施行令」、IEA「Natural Gas Prospects to 2010,1986」

■ 水質汚濁・悪臭の防止

廃水処理設備の適正運用

各工場及びイノベーションセンターには廃水処理設備が設け られており、工場等から排出される廃水の処理を行っていま す。第8次総量規制、各自治体の条例に加え、自社で定めた水 質自主基準値も順守することで水質汚濁の防止に努めていま す。

また、工場近隣地域への悪臭公害防止対策として、生産品目 ごとの廃水に適した処理工程を確実に実施すると共に、臭気 漏えいを軽減するため廃液貯槽の密閉性を強化したり、臭気 低減のために消臭剤の噴霧を実施するなどして、悪臭公害の 防止に努めています。

産業廃棄物削減とリサイクルの推進

産業廃棄物発生量とリサイクル率

全事業所における産業廃棄物の排出量は前年度比約5%増加 しました。産業廃棄物削減への取組みとして、名古屋工場で はリサイクルが容易な包装容器への変更を進めています。ま た滋賀工場では使用済みコンテナ容器を廃棄せず、リサイク ルしています。

可燃物は、自治体の廃棄物処理施設の余熱利用設備を通して 場外へ熱供給され、完全燃焼した焼却灰はセメント原料とし て再利用されています。

引き続き、産業廃棄物発生量の削減とリサイクル率の維持に 取り組んでまいります。



廃水処理設備 (名古屋工場)

[t] 産業廃棄物の排出量とリサイクル率 [%]

[個] 包装容器使用量とリサイクル率 [%]

Pollution prevention initiatives

Prevention of air pollution

Liquefied natural gas (LNG) as boiler fuel

In January 2017, the Yoro Plant converted the fuel for its main boiler from heavy oil A to LNG, and the boiler was also upgraded to a high-efficiency type. This not only significantly reduces the amount of nitrogen oxide (NOX), a pollutant that causes photochemical smog and acid rain, by approximately 40%* compared to coal, but also almost eliminates sulphur oxide (SOX) as the sulphur content in LNG is very small. This LNG is used as fuel for the main boiler at the Yoro Plant and contributes to the prevention of air pollution by increasing combustion efficiency with high-efficiency boilers.



Sources: Ministry of the Environment,

"Order for Enforcement of the Act on Promotion of Global Warming Countermeasures"; IEA, "Natural Gas Prospects to 2010,1986".

Prevention of water pollution and odours

Proper operation of wastewater treatment plants

Each plant and innovation centre is equipped with wastewater treatment facilities to treat wastewater discharged from plants and other facilities. In addition to the 8th Total Volume Regulation and local government bylaws, the company also complies with its own voluntary water quality standards in an effort to prevent water pollution.

In addition, as a measure to prevent odour pollution to the neighbouring areas of the plant, the plant ensures that treatment processes appropriate for the wastewater of each production item are carried out, and also strives to prevent odour pollution by strengthening the sealing of the liquid waste storage tank to reduce odour leakage and by spraying deodorising agents to reduce odours.

Promoting industrial waste reduction and recycling

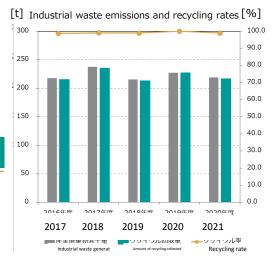
Industrial waste generation and recycling rate Industrial waste emissions at all sites increased by approximately 5% compared to the previous year. As part of efforts to reduce industrial waste, the Nagoya Plant is switching to packaging containers that are easier to recycle. The Shiga Plant recycles used container containers instead of discarding them.

Combustible materials are supplied with heat outside the site through a residual heat utilisation facility at the municipal waste treatment plant, and the completely burnt incinerator ash is reused as a cement raw material.

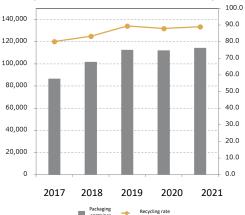
Efforts will continue to be made to reduce the amount of industrial waste generated and maintain the recycling rate.



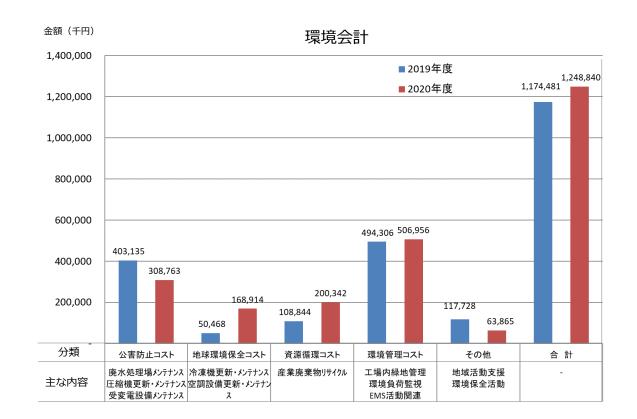
wastewater treatment plant (Nagoya plant)



[個] Packaging container use and recycling rate [%]



2020年度 環境会計



環境経営を推進するにあたって、2020年度の全事業所の環境施策に係る投資金額及び環境保全費用は下記の通りです。

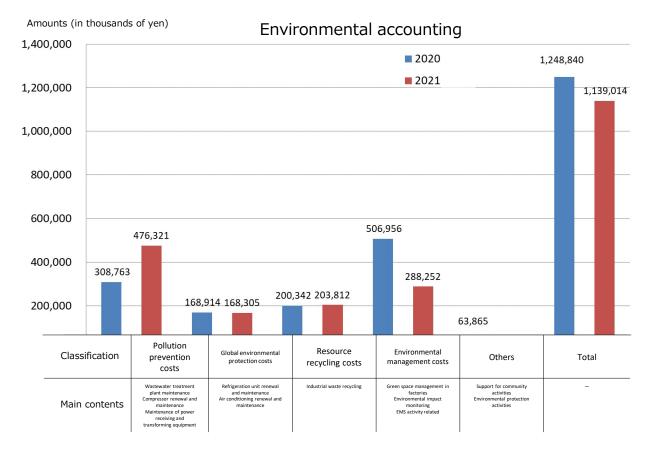
社会活動・地域コミュニケーション報告

- ・近隣地区の小学校の資源回収での古新聞、不要書籍などの紙資源回収に協力(イノベーションセンター)
- ・近隣地区のまちづくり協議会の古紙回収に協力(養老工場)
- ・地域環境美化活動として、事業所の周辺道路、側溝等の清掃活動を毎月定期的に実施(全事業所)



2021 Environmental accounting

In promoting environmental management, the following table shows the amount of investment in environmental measures and environmental protection costs for all sites in FY2021.



Social activities and community communication report

• Cooperation in the collection of paper resources such as old newspapers and unwanted books at resource collections at primary schools in neighbouring districts (Innovation Centre).

• Cooperation in the collection of used paper by the community development council in the neighbouring district (Yoro Plant).

• Regular monthly clean-up activities of roads, gutters, etc. in the vicinity of business sites as part of local environment beautification activities (all business sites).

