

ENVIRONMENTAL MANAGEMENT

Environmental Initiatives Guided by the ALL SECOM Concept

● A recycling-oriented, low-carbon business model

As a provider of on-line security systems since 1966, we have consistently sought to incorporate consideration for the environment into all aspects of our operations. Such systems provide advance protection against the loss of valuable resources to theft or fire, thus making a significant contribution to environmental preservation. Moreover, we are committed to green procurement, which precludes the use of harmful chemical substances in the development, design and manufacturing of security equipment, as well as to environment-friendly

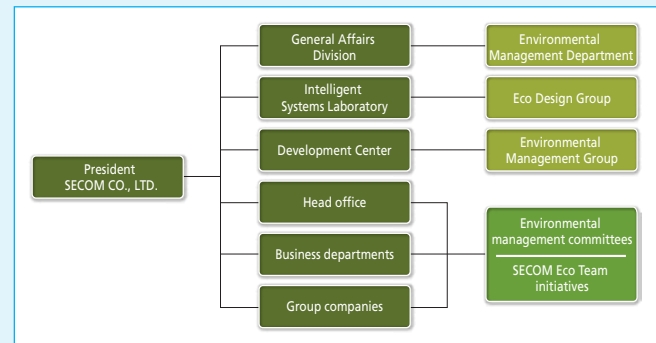
design, which ensures such equipment is energy- and resource-efficient.

We provide the security equipment used in our on-line security systems on a rental basis, rather than selling it to subscribers, and take full responsibility for its management, from installation to maintenance, replacement and collection after use. This relieves subscribers of the burden of disposal and facilitates efficient reuse and recycling.

● Environmental management configuration

Environmental philosophy (formulated in 2005)

In accordance with our mission, which is to contribute to society through our business activities, and with the belief that protecting the environment is essential to our ability to provide security and peace of mind, we continue to promote environmental initiatives in all areas of our operations.



● Contributing to the prevention of global warming

Medium-term target: We are striving to achieve a 1.5% reduction in our emissions of carbon dioxide (CO₂)—which peaked in fiscal 2007—each year until fiscal 2020.

Lowering CO₂ emissions at offices

■ Reducing energy consumption and introducing efficient equipment

Our facility management strategy emphasizes ongoing measures to improve environmental soundness, cost reductions and efficiency.

- We are contributing to global environmental protection efforts by introducing energy-efficient equipment, which helps reduce CO₂ emissions, into our offices, as well as by promoting green procurement.
- With the aim of achieving total cost reductions, we are striving to lower both procurement costs and running costs, including costs for energy, for equipment and fixtures used in our offices.
- We are pursuing improvements in efficiency to motivate employees and bolster productivity.

■ Environmental management committee initiatives

We have established environmental management committees at each of our 28 offices across Japan, each of which is charged with promoting initiatives aimed at advancing environment-friendly operations. Thanks to initiatives implemented under the guidance of each committee chairman and representatives from the front lines, our offices continue to achieve steady reductions in CO₂ emissions.

Lowering CO₂ emissions from vehicles

We are currently implementing an initiative aimed at enhancing our environmental performance by replacing the approximately 5,000 vehicles currently used in our security services business in Japan with models that meet standards for low-emission vehicles set by Japan's Ministry of Economy, Trade and Industry, Ministry of Land, Infrastructure, Transport and Tourism and Ministry of the Environment. As of March 31, 2012, this initiative was approximately 90% complete.

Promoting the reduction of CO₂ emissions by SECOM Home Security subscribers

In fiscal 2011, we began participating in an initiative set up by the Ministry of the Environment as part of its infrastructure maintenance program. We assist customers in implementing measures to reduce CO₂ emissions in their homes and lower energy consumption.