Ricoh Company, Ltd.

Corporate Environment Division

Ricoh Group Environmental Symbol and Slogan

We live by a philosophy we call, "Our earth, Our tomorrow". It's a statement of the idea that because we all share the planet, we are all obligated to protect and preserve it.



Ricoh Group,

Sustainable Environmental Management

The Conference on International Green Purchasing Network (IGPN) in China

On Thursday, March 23, 2006, In Suzhou, China

Kenji (Ken) Tanaka

General Manager, Environmental Sustainability Development Office Corporate Environment Division Ricoh Company, Ltd.







1. About Ricoh Group

2. Ricoh Environmental Management

3. Ricoh Green Purchasing





Ricoh Group



General Information

- 1. Solutions Provider including manufacturing & marketing office equipments, founded in 1936.
- 2. FY2004 Consolidated Data
 - Net Sales: \1,814 Billion
 - (US\$ 17.3 Billion)
 - Net Income: \83 Billion
 - (US\$ 792 Million)
 - Number of Employees: 75,100
 - Number of group companies : 381

World 356th position in Fortune Global 500, World Largest Corporation in 2004.

Main Products

 Networking Multi- Function Products (MFP) Aficio Networking **Printers** Media DVD+RW/+R DVD CD-R/RW Networking CD-RW **Scanners** Cameras Digital Duplicators Digital Camera Parts & Components aplio



Ricoh Group Brands



Ricoh Group markets office equipments under 6 group brands to our customers worldwide.





Ricoh Global Network



(Marketing and Other Operations)



Ricoh Global Network

(Major R&D and Manufacturing Facilities)







Ricoh's Corporate & Management Philosophy

Corporate Philosophy

< The Sprits of Three Loves > Love your neighbor Love your country Love your work

Management Philosophy

| <u>Our Purpose</u> | To constantly create new value for the world at the interface of people and information |
|-----------------------|---|
| <u>Our Goal</u> | To be a good global citizen with reliability and appeal |
| <u>Our Principles</u> | To think as an entrepreneur To put ourselves in the other person's place To find personal value in our work |
| | |

Refer to **P74** of 2005 Ricoh Group Sustainability Report.





1. About Ricoh Group

2. Ricoh Environmental Management

3. Ricoh Green Purchasing

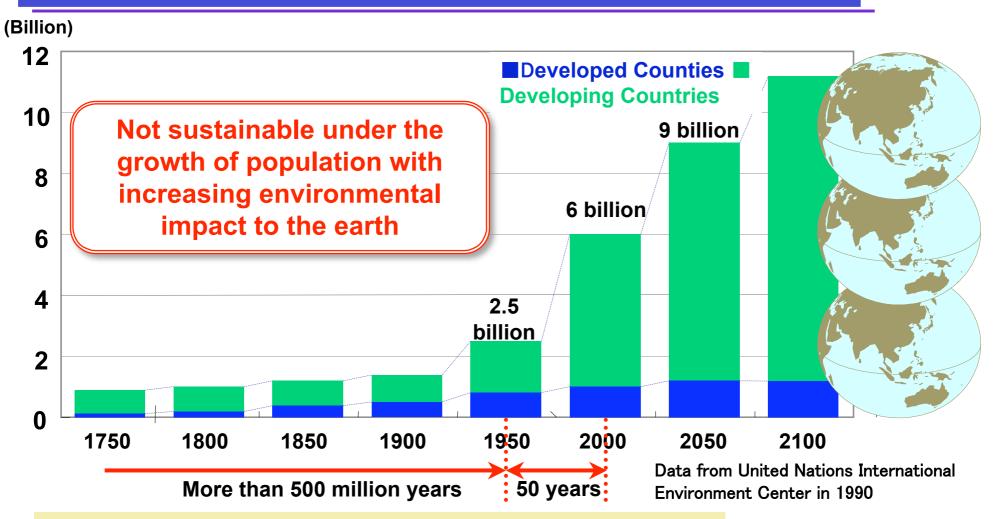




World Population Trend vs Self-Recovery Capability of the Earth against Environmental Impact (Sustainable Level)

RICOH





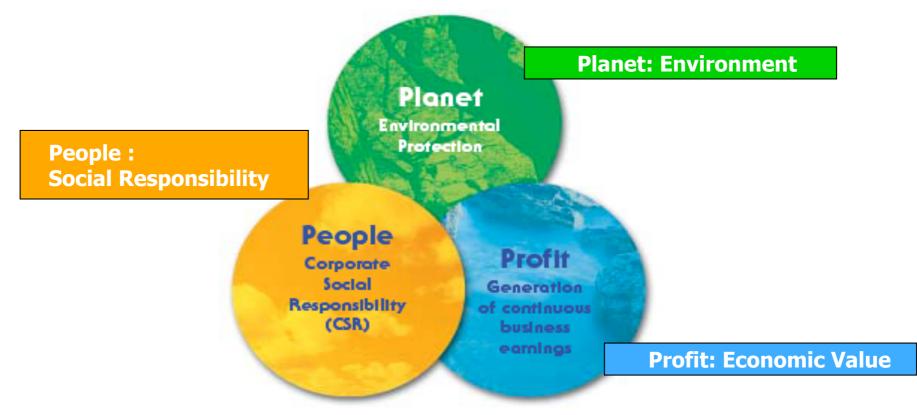
2000: 6 billion with 140% of sustainable level of the earth 2100: 11 billion with 300% of sustainable level of the earth

Population data is available from; http://esa.un.org/unpp/

Sustainable State



< 3 P's Balance (Planet / People / Profit) >



"Balanced state to maintain a level of biodiversity"

- "To maintain a level" means that the living world is balanced.
- "Balanced state" means to consume resource and energy in the earth within a renewable level.





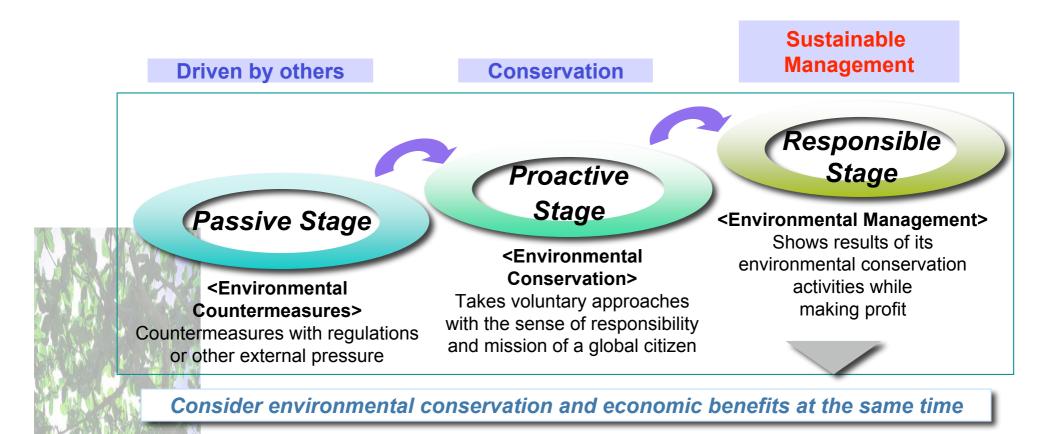
Working toward the World's Best Sustainable Environmental Management !

To fulfill its <u>mission</u> as a <u>global citizen</u>, the Ricoh Group has taken it upon itself to contribute to <u>the</u> <u>development of a sustainable society</u> by promoting <u>global environmental conservation, while generating</u> <u>financial profit.</u>

- 1. Conserving the global environment <u>as our mission</u>
- 2. <u>Continuous</u> environmental conservation activities by all employees
- 3. The development of <u>environmental technologies</u>

RICOH Three Steps toward Sustainable Environmental Management





Pursue environmental management that produces higher environmental & economic benefit together

Refer to P10 of 2005 Ricoh Group Sustainability Report.





1. About Ricoh Group

2. Ricoh Environmental Management

3. Ricoh Green Purchasing



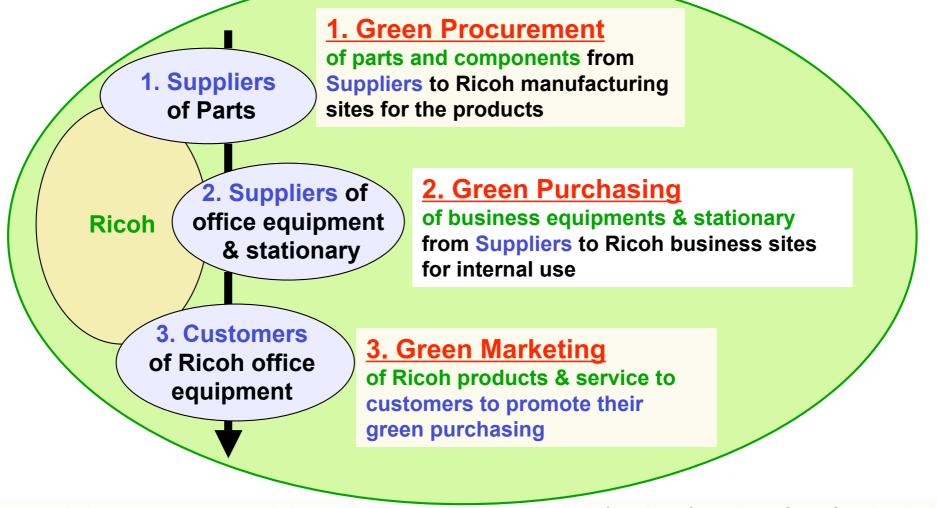


RICOH Ricoh Green Purchasing



in supply chain of the products.

Both suppliers and customers are Ricoh business partners for environmental conservation, while generating mutual financial benefits



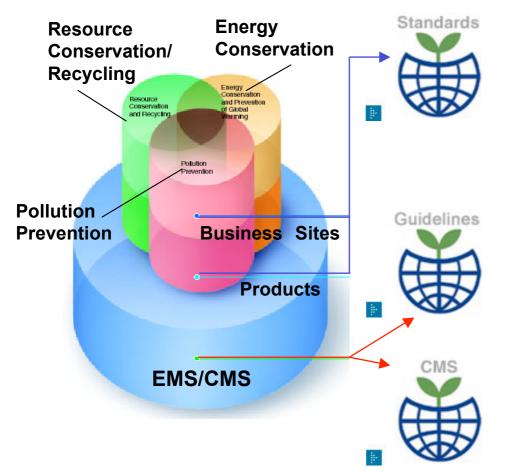
http://www.ricoh.com/environment/green/index.html

Refer to **P57** of 2005 Ricoh Group Sustainability Report.

RICOH 1. Green Procurement



of parts & components from Supplier Partners to manufacture Ricoh products



1. Ricoh Green Procurement Standards

This is to explain Ricoh standards for the procurement of materials and parts used in products. The materials and parts to be delivered to Ricoh Group companies are procured in compliance with these standards.

2. Environmental Management System (EMS)

It is one of requirements for our suppliers to establish the Environmental Management System (EMS).

3. Chemical Substance Management System (CMS)

Refer to P31 of 2005 Ricoh Group Sustainability Report

http://www.ricoh.com/environment/guideline/index.html

See Page 51-52 of 2004 Report, which copy is attached in A3 size.





| RICOH ASIA INDUSTRY | | | | | |
|---------------------|------------|--|--|--|--|
| 資材部 部長 | 松本 稳 (写真左) | | | | |
| 資材部 書言部長 | 毛 離松 (中央) | | | | |
| 資材部 副経理 | 李 升 (右) | | | | |

Green Procurement in China

We are establishing a production system in response to the European RoHS Directive in partnership with suppliers in China.

Ricoh Asia Industry (Shenzhen) Ltd. (RAI), one of the major manufacturing subsidiaries of the Ricoh Group, was established in Shen-zhen, China in May 1991. Products manufactured there are shipped not only to Japan but also to the United States, Europe, and other countries. Manufacturing of products with less environmental impact at RAI should reduce the global environmental impact. As early as January 1998, RAI acquired ISO 14001 certification. In addition, RAI has been promoting green procurement with the cooperation of suppliers since 2001. It expects to complete a production system in accordance with the European RoHS Directive* by the end of fiscal 2004.

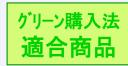




2. Green Purchasing



of business equipments & stationary from Suppliers to Ricoh business sites for internal use



Ricoh Group Companies in Japan can only purchase products* in compliance with "Law on promoting Green Purchase".

* Products, such as Paper, Stationary, Office Furniture, Office Equipments, Consumer Electronics, Lighting, Working Cloths, etc., are listed in the DB for all Ricoh group companies in Japan to place an order.

Law on Promoting Green Purchase from Ministry of the Environment (Japan) :

has been effective since 2000, enforcing government & national organizations to purchase only the products in compliance with this law and in the GPN DB. The local government is requested, & **the private sector is recommended** to do so. <u>http://www.env.go.jp/en/lar/green/index.html</u>

Specifications and requirements are basically reviewed every year.

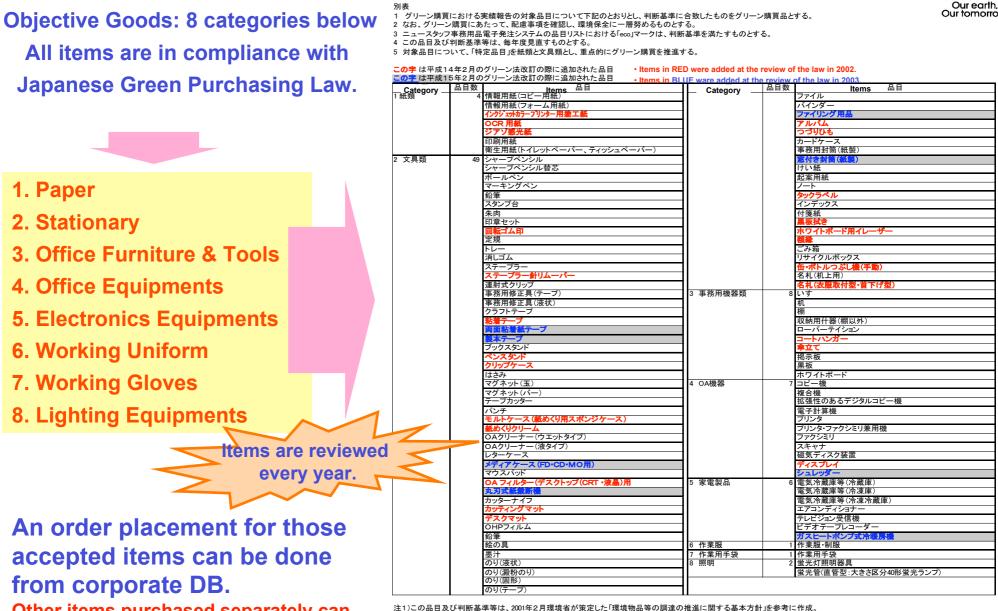
GPN (Green Purchasing Network) for Japan : <u>http://www.gpn.jp/English/index.html</u>

The Green Purchasing Network (GPN) was established in February 1996 to promote green purchasing among consumers, businesses and governmental organizations in Japan. As of April 2004, it has about 2,800 member organizations, including corporations, local governments, consumer groups, environmental NGOs, and cooperative associations. GPN promotes the ideas and practices of green purchasing by holding seminars and exhibitions throughout the country, draws up purchasing guidelines for each category of products and services, publishes environmental Data Base on products, surveys the status quo, and awards commendations to organizations that have shown remarkable performance in implementing green purchasing.

IGPN (International Green Purchasing Network) : http://www.gpn.jp/igpn/index.html

RICOH <u>Accepted Items for Green Purchasing as Ricoh Group in Japan</u>





 Other items purchased separately can
 注1)この品目及び判断基準等は、2001年2月環境省が策定した「環境物品等の調達の推進に関する基本方針」を参考に作成。

 注2)グリーン購入ネットワークのグリーン購入法特定調達物品情報提供システムに具体的な商品例が掲載(http://gon2wrm.org)/kw/を参照)。

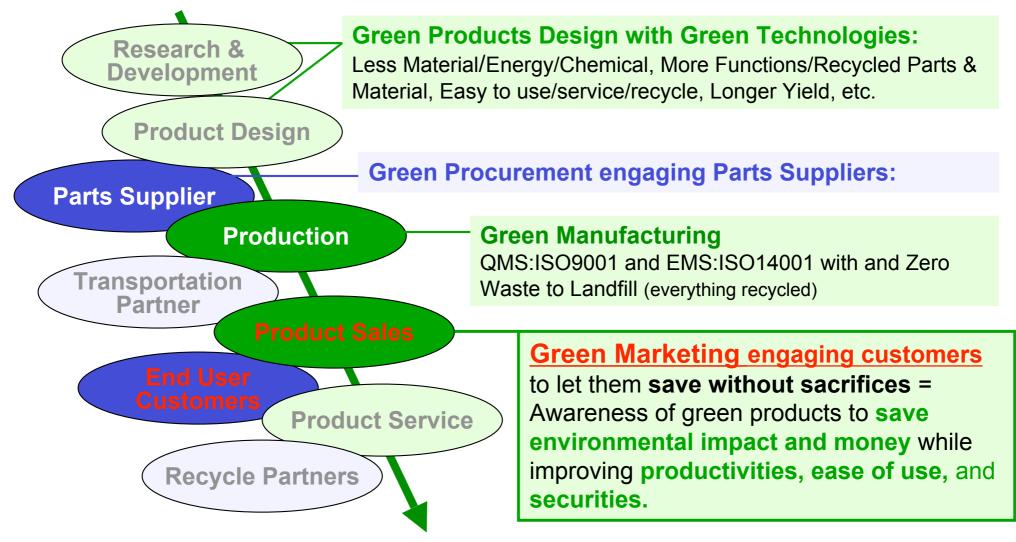
 not be accepted in corporate account.

出典:資材統括C調達企画G

3. Green Marketing

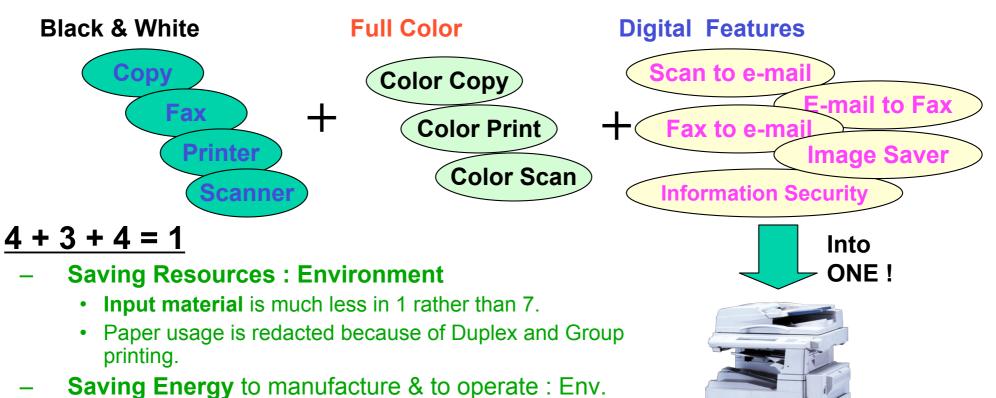


of Ricoh Products and Service to the customers





3-1. Sustainable Multi-Functions Products



- Saving office space: Cost
- Saving product initial cost: 1<7 separate units :Cost</p>
- Improve productivity & efficiency : People
 - Copy/Distribute \rightarrow Distribute and print when needed
- Convenient : People
 - Check Fax message like an e-mail

Sustainable Business Model

RICOH <u>3-2. World's First "Copier of the Future" Award Winner</u>





International Energy Agency (IEA) Demand–Side Management (DSM) Program

IEA DSM Award of Excellence, Copier of the Future



Awarded by IEA on November 1999 to Ricoh.

Ricoh, as a respected and trusted corporate citizen, is <u>the first manufacturer</u> to respond to this program by <u>innovating energy saving technologies</u>.

< Key Program Requirements as "the Copier of the Future" >

For "More Energy and Cost Saving", while improving ease of use, the key word was "Quick Recovery Time".

- 1 minute, rather then 15 minutes of Energy Star to energy saver mode.
- Less than 10W, rather than (3.85 x ppm + 5)W = 140W for 35 ppm
- Less than 10 seconds as recovery time, rather than 30 seconds
- New products with the above specifications should be available no later than Sept., 2001

Ricoh AF1035/1045 was launched in Feb., 2001 with new QSU* technologies.

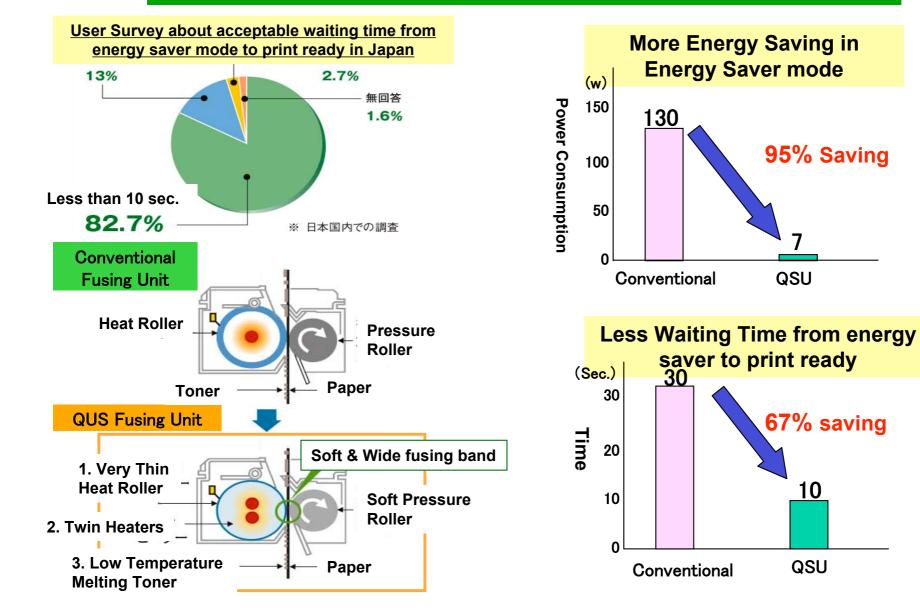


* QSU:Quick Start Up

Ricoh AF1035/1045 with "Copier of the Future" award winning QSU technologies has been available since Feb., 2001.

RICOH





Ricoh was recognized by the Climate Group* as a Green Technology Innovator, because of QSU and other green technologies to help cut carbon emissions, in December, 2005 at COP11 Meeting in Montreal, Canada. Detail was announced in Business Week** as shown in the below;

* http://www.theclimategroup.org/

** http://businessweek.com/magazine/toc/05_50/B39630550carbon.htm

BusinessWeek online

BATTLING CLIMATE CHANGE #4 Ricoh for a Nifty Copier

Many photocopiers have an "energysaver" mode, but it often doesn't kick in because of long warm-up times. With the energy-thrifty Japanese office market in mind, Ricoh developed the Hybrid QSU copier. It uses special toner and heaters to trim the warm-up period to just 10 seconds. Ricoh's next advance is a "rewritable paper printer." It can erase existing photocopied images up to 200 times, enabling customers to cut way back on paper consumption.

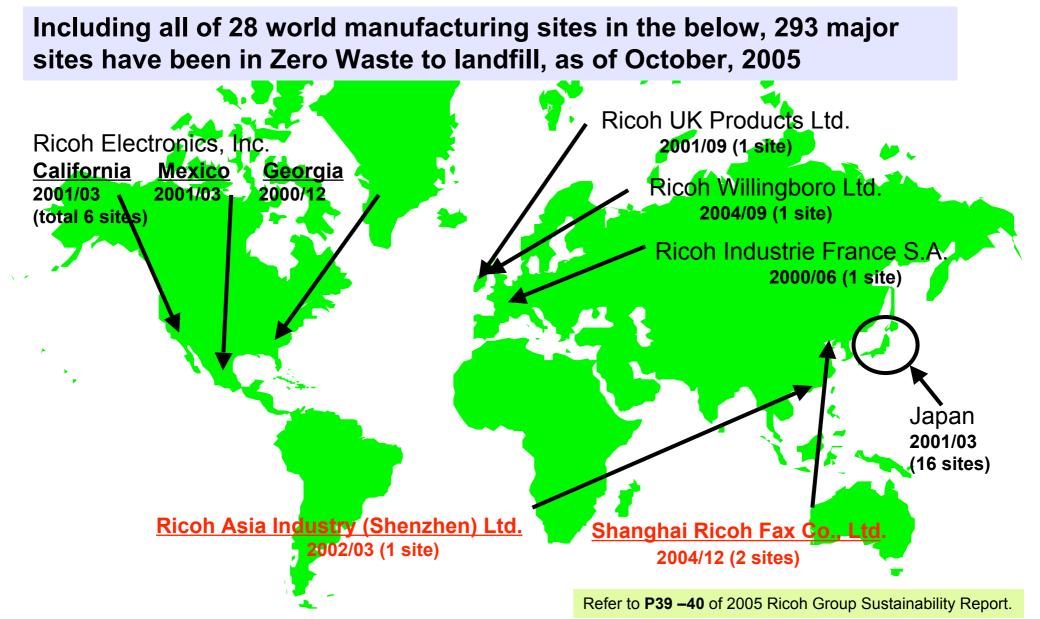
10.01

#1:Toyota for Automotive Synergy (hybrid cars), #2:GE for Power Generation Systems, #3:Intel Power Management CPU, #4 Ricoh for a Nifty Copier, #5 Siemens for Improved Motors, Turbines, and Energy Systems



4. Zero Waste to Landfill all over the world









It should be possible to promote global environmental conservation, while generating both environmental and financial profit, or while executing the mission in better manner as its organization.

- 1. Strong leadership by top management and participation of all employees for the key for success of sustainable environmental management, including Green Purchasing
- 2. Then, while achieving high environmental conservation, it should be possible to get the better cost and productivity efficiency.
- 3. High target to be set & incentive programs, including presentation to others, awards, bonus, promotion, etc.
- 4. Obtainment of reliance from society/partner/customers by disclosing environmental information





Think globally, and act locally.... For our earth, & for our tomorrow





For further information, please refer to Ricoh Group Sustainability Report in 2005, In Japanese, English, and Chinese* or, visit our home page at;



http://www.ricoh.com/environment/index.html

(* Chinese version is available only in pdf file from Ricoh HP.)



RICOH <u>Three Steps toward Environmental Management</u>



| ~ | Driven by others | Conservation | Management |
|---------------------|--|--|--|
| FYI | Passive Stage | Pro-active Stage | Responsible/ Sustainable Stage |
| Purpose Concept | Outside Pressure Regulations Competition Customers | Mission as a global citizen •Autonomous responsibility •Autonomous planning •Autonomous activity | y <u>Environmental conservation</u> and <u>profit generation</u> are inseparable for continuance. |
| Activities | Passive activities following legal regulations, competition and customers | 1.High goals reduce environmental impact proactively 2.Raise awareness of all employees | Environmental activities =QCD achievement activity Ex) Reduce the number of parts Reduce the number of processes Improve the yield & working rates |
| Tool | | 1.ISO14000 series 2.LCA (Life Cycle Assessme Environmental impact information system) 3.Volunteer Leader Program | by objectives 2. Environmental accounting |
| http://www.ricoh.co | We are in trans | ition to this stage. | efer to P10 of 2005 Ricoh Group Sustainability Report |

http://www.ricoh.com/environment/management/step.html

Refer to **P10** of 2005 Ricoh Group Sustainability Report.

RICOH 2003 - 2005 External Evaluation to Ricoh Group



Green Technology Innovators- Battling Climate Changes, by the Climate Group (December, 2005) Ricoh was # 4 for a Nifty Copier, because of Quick Start Up (QSU) Technologies.

* http://www.theclimategroup.org/

** http://businessweek.com/magazine/toc/05_50/B39630550carbon.htm

 Corporate Responsibility Rating in 2004 – Information Technology Industries, by oekom research AG* (May, 2005)

Ricoh Group was <u>#1</u> out of world famous 59 IT corporations with a rating of "B+". (May, 2005) The weight of evaluation is 50% each on Social (B- in 10th) and Environment (A- in 1st out of 59 companies). http://www.ricoh.com/environment/global/news/31.html

http://www.oekom-research.com/index_english.html

"The 1st Global 100, Most Sustainable Corporations in the world", Ricoh was chosen as one of 100. (Jan., 2005)

It is initiated by Corporate Knight Inc. (Canada) with Innovest Strategic Value Advisors Inc. (US), as the exclusive research analytic data provider. The result was announced at The World Economic Forum in Davos on Jan., 28, 2005, and was distributed as a special supplement in the International Herald Tribune.

http://www.innovestgroup.com/

* 8th Environmental Management Ranking" by Nikkei

Newspaper : #1 again (December, 2004) Ricoh has got <u>#1 position four times</u> in the past 8 years. International Activity Ranking : Position up from 9th to <u>3rd</u>.

 19th, 2003 World Environment Center Gold Medal for International Corporate Achievement in Sustainable Development : To Ricoh Group, as the first winner from Asia/Pacific (May, 2003)

http://www.ricoh.com/environment/global/wec/ http://www.wec.org/





Dr. Klaus Toepfer, Executive Director of UNEP (left) presented the WEC Gold Medal to Mr. M. Sakurai, CEO of Ricoh..

