



FY2021 Statement on the UK Modern Slavery Act

Toyo Tire Corporation (below: Toyo Tires) reports the following on our FY2021 (January 1-December 31, 2021) initiatives to prevent slavery and human trafficking within the company and our supply chain pursuant to Section 54 of the United Kingdom Modern Slavery Act.

1. Our business (as of the end of December 2021)

• Organization and business summary

Toyo Tires is headquartered in Japan and operates in 13 countries including the United Kingdom, with 38 consolidated subsidiaries, 11 associated companies and approximately 11,500 consolidated employees, and is engaged in the manufacturing and sales of tires (for passenger vehicles, light trucks, trucks and buses) and automotive parts.

Our tire business accounts for over 80% of total sales, and we have manufacturing bases in Japan, the United States, Malaysia and China that produce tires for the Toyo Tires and Nitto brands globally. In 2022, we plan to commence operations at a new factory in Serbia.

In our automotive parts business, we sell anti-vibration rubber and other parts produced in Japan, the United States, China and Thailand, primarily to automotive manufacturers in different countries.

An outline of our businesses is available on our Corporate Profile page (<https://www.toyotires-global.com/corporate/profile/>).

• Supply chain

The Toyo Tires supply chain includes services outsourced to contractors spanning raw material procurement, research and development, marketing, manufacturing, and distribution and sales. Our primary procured goods are raw materials, components, molds and manufacturing equipment to produce tires and automotive parts.

• Philosophy

The overall Toyo Tires philosophy is formed of the company philosophy that is the spirit of our establishment; our mission that defines our purpose within society; our vision that states what kind of company we want to be to achieve our mission; and the Toyo Way, which is the set of our fundamental values that form the basis for thinking and are equally valued by all of our executives and employees in striving to achieve our vision.

One of the goals in our vision is to be a company that “shares in the enjoyment felt by everyone involved in our activities,” and we recognize that respect for human rights forms the foundation of this. We thus believe it necessary to have zero tolerance of all forms of slavery and human trafficking within Toyo Tires and our supply chain.

Details about our philosophy are available here (<https://www.toyotires-global.com/corporate/philosophy/>).

2. Policies for preventing slavery and human trafficking

In March 2019, Toyo Tires became a signatory to the United Nations Global Compact (UNGC), declaring our support for and commitment to achieving the UNGC's 10 Principles, which include supporting and respecting the protection of human rights, elimination of forced labor, and effective abolition of child labor. Furthermore, we state our responsibility to respect human rights in the Toyo Tire Group Charter of Corporate Behavior, which defines our basic stance in fulfilling our corporate social responsibilities. The fulfillment of this responsibility is also explicitly detailed in our Global Human Rights & Labor Policy.

At the same time, the Toyo Tire Group Code of Conduct states that each employee should conduct themselves in a way that respects the human rights of all people involved in the course of their duties.

In addition, respect for human rights and prevention of human rights violations (including prohibiting forced and child labor) are also stipulated in the Toyo Tire Group CSR Procurement Guidelines and the Sustainable Natural Rubber Procurement Policy, both of which are aimed at promoting responsible procurement. We request that our business partners (suppliers) support and follow these guidelines and policies.

Each policy includes directives on understanding, respecting and complying with laws and regulations in each of the countries where we operate, as well as the fundamental human rights recognized in international standards such as the Guiding Principles on Business and Human Rights, the Guidelines for Multinational Enterprises and the tripartite declaration of principles concerning multinational enterprises and social policy.

See the following pages for further information.

Toyo Tire Group Charter of Corporate Behavior

<https://www.toyotires-global.com/csr/corporate/charter/>

Global Human Rights & Labor Policy

https://www.toyotires-global.com/csr/pdf/human_rights_en.pdf

Toyo Tire Group Code of Conduct

<https://www.toyotires-global.com/csr/corporate/conduct/>

Toyo Tire Group CSR Procurement Guidelines

https://www.toyotires-global.com/csr/pdf/procurement_en.pdf

Sustainable Natural Rubber Procurement Policy

https://www.toyotires-global.com/csr/pdf/sustainable_en.pdf

3. Processes for preventing slavery and human trafficking within the company and supply chain

(1) Introduction of a grievance mechanism

Since 2006, Toyo Tires has operated an internal concern-raising system with a hotline available to employees and business partners both in and out of the company. This hotline also accepts reports related to human rights, including on slavery and human trafficking. Each report is investigated, and measures are implemented based on the results to remediate the issue and prevent its recurrence. Our internal regulations prohibit unfair treatment of informants for having made a report. We promote the hotline in the Toyo Tire Group Code of Conduct Handbook and on the Group intranet to

raise awareness.

To further ensure slavery and human trafficking are prevented, we also operate a special hotline for reports related to our supply chain for natural rubber, the core material used in the manufacturing of our main product, tires.

(2) Establishing procurement guidelines and conducting self-Assessments

Along with requesting that our suppliers follow the Toyo Tire Group CSR Procurement Guidelines, we also ask for their cooperation in making the goals of the guidelines known further up the supply chain. We use a CSR Self-Assessment Checklist to ascertain their efforts in compliance, human rights and labor, responsible procurement and other areas.

(3) Future initiatives

To better evaluate human rights risks in the supply chain, in the future we plan to introduce a third-party inspection system while also strengthening our human rights due diligence process.

4. Training on prevention of slavery and human trafficking

Since establishing our Global Human Rights & Labor Policy, each year on international Human Rights Day, the head of management sends a message about human rights to Group employees.

We also strive to improve awareness of human rights in as many employees as possible through measures such as holding annual readings of the Toyo Tire Group Code of Conduct handbook in each workplace to confirm knowledge about respect for human rights, and covering human rights issues in business within stratified training programs.

We will continue these activities in the future while further expanding and improving training opportunities in ongoing efforts to prevent human rights violations.

5. Approval of Board of Directors

This statement has been approved by the Board of Directors, and is signed by Representative Director, President & CEO Takashi Shimizu.

June 30, 2022


