

# Kawasaki Robotics Carbon neutrality Report 2023

### Kawasaki Heavy Industries, Ltd.

Robot Business Division Precision Machinery & Robot Company





- 3 Editorial Policy
- 4 Overview of Business

#### KHI Group Environmental Policy & Environmental Vision/Carbon Neutrality Strategies

- **6** KHI Group's Approach to the Environment
- 7 KHI Group Environmental Charter
- 8 Robot Business Division Environmental Policy
- 9 Kawasaki Global Environmental Vision 2050
- **10** KHI Group Carbon Neutrality Targets & Initiatives

#### **Environmental Management by the Robot Business Division**

- **12** Message from the General Manager of the Robot Business Division
- **13** Progress of Environmental Initiatives
- **14** Environmental Management

#### Policies for Achieving Carbon Neutrality

- 16 Kawasaki Robotics Carbon Neutrality 2050
- **17** Environmental Technologies Provided by Kawasaki Robotics to Customers
- **18** Technology Development for Reducing Power Consumption

#### $\succ$ Measures for Reducing CO<sub>2</sub> Emissions

- **20** Measures for Reducing CO<sub>2</sub> Emissions
- 22 Measures Undertaken in Collaboration with Suppliers
- **24** CO<sub>2</sub> Emissions from Production Activities (Scope 1 & 2)
- **25** Measures for Reducing Scope 1 & 2 CO<sub>2</sub> Emissions
- **27** Measures for Reducing CO<sub>2</sub> Emissions from Transportation
- **29** CO<sub>2</sub> Emissions During Product Use (Scope 3 Category 11)
- **30** Measures for Reducing Power Consumption
- **31** Products Selected for the Kawasaki Ecological Frontiers System





#### **Editorial Policy**

This Robot Business Division Carbon Neutrality Report (this "Report") conveys the Robot Business Division's fundamental approach to achieving carbon neutrality, management systems, the results of measures, and other information to a broad range of stakeholders.

This report has been issued with the approval of the General Manager of the Robot Business Division.

#### **Scope of This Report**

In principle, this Report covers the Robot Business Division. Some of the information includes the Kawasaki Heavy Industries, Ltd.; in these cases, the scope is expressly stated.

#### **Reporting Period**

This report covers primarily activities undertaken during fiscal 2022 (April 1, 2022–March 31, 2023), but some information pertains to activities undertaken prior to that period or after April 1, 2023 and to measures planned for the future.

#### **Referenced Guidelines, Etc.**

Ministry of the Environment and Ministry of Economy, Trade and Industry, "Basic Guidelines Accounting for Greenhouse Gas Emissions Throughout the Supply Chain (Ver. 2.4)"; "Emissions Unit Value Database for Accounting of Greenhouse Gas Emissions, etc., by Organizations Throughout the Supply Chain (Ver. 3.2)"

#### **Contact Information**

Robot Business Planning & Administration Department, Planning & Control Division, Precision Machinery & Robot Company, Kawasaki Heavy Industries, Ltd.



Contact Information QR Code



### **Overview of Business**

#### **Overview of the Division** As of March 31, 2023

Organization Name	Robot Business Division					
	Precision Machinery & Robot Company					
	Kawasaki Heavy Industries, Ltd.					
Established	1969 Office for Promoting Domestic Production of Industrial Robots (IR), Kawasaki Aircraft					
Number of Employees	967 (Non-consolidated), 2,587 (Consolidated)					
Business	Development, manufacture, and sale of industrial robots					
Main Production Sites	Akashi Works	Akashi City, Hyogo Prefecture				
	Nishi-Kobe Works	Kobe City, Hyogo Prefecture				
	Kawasaki Robotics (Kunshan) Co., Ltd.	Jiangsu Province, China				
Main Overseas Sites	U.S.A. (Kawasaki Robotics (U.S.A.), Inc.)					
	Germany (Kawasaki Robotics GmbH)					
	China (Kawasaki Robotics (Tianjin) Co., Ltd.)					
	U.K., South Korea, Thailand, Singapore, India, etc.					

#### Net Sales (billion yen)



**Delivery Regions & Units Delivered (Cumulative)** As of June 30, 2023



🕂 Kawasaki

Powering your potential

# KHI Group Environmental Policy & Environmental Vision/Carbon Neutrality Strategies



5

# **KHI Group's Approach to the Environment**

The Kawasaki Group has instituted an Environmental Charter to promote environmental management activities. This contains its Environmental Philosophy and Conduct Guidelines, which indicate the common values, principles of environmental management activities, and daily codes of conduct required of all individuals at the Group.



6

#### KHI Group Environmental Charter (Environmental Philosophy and Conduct Guidelines)



KHI Group Environmental Philosophy

The Kawasaki Group pursues business activities globally in key industries related to land, sea, and air, guided by the desire to contribute to the development of society through *monozukuri* manufacturing. In this effort, as a group, we emphasize the "realization of a carbon-free society," "realization of a recycling-oriented society," and "realization of a society coexisting with nature" to help solve global environmental issues, and we strive to help build a sustainable society through environmentally harmonious business activities and environmentally conscious Kawasaki-brand products and services.

#### **KHI Group Conduct Guidelines**

- 1. Global environmental problems are serious issues shared by people around the world and, making it a management priority to ensure that business activities are conducted in harmony with the environment, we will strive willingly and vigorously toward this goal.
- 2. We will endeavor to conserve resources, save energy, recycle, and reduce industrial waste in production stages, and we will promote efforts to limit the impact of our operations on the environment.
- 3. We will carefully consider environmental impact during product planning, R&D and design stages to limit as much as possible any environmental impact caused during procurement, production, distribution, utilization and disposal stages of the products we make and market.
- 4. We will strive to minimize the impact our business activities have on ecosystems and engage proactively in efforts to protect these ecosystems.
- 5. In seeking solutions to global environmental issues, we will develop and provide new technologies and new products that effectively contribute to environmental protection and reduced consumption of energy and natural resources.

- Going beyond environment-related laws, regulations, conventions, and self-established action plans in related industries, we will implement our own environmental control standards, as appropriate, and strive to improve environmental management.
- Through environmental training and public relations activities, we will strive to elicit greater awareness of global environmental issues among all employees and will encourage employees to perform a self-improvement review and participate in social contribution activities.
- 8. We will implement an environmental management system for environmental protection activities, hold regular conferences on environmental protection activities, undertake reviews, and strive to achieve continual improvement in our environmental protection activities.



### **Robot Business Division Environmental Policy**



**Robot Business Division Environmental Policy** 

The Robot Division will conduct its business activities in accordance with the following environmental policy.

- 1. Engage in activities that help save energy and reduce CO<sub>2</sub> emissions.
- 2. Strive to reduce waste.
- 3. Promote activities that consider the product life cycle.
- 4. Establish emergency measures and endeavor to prevent environmental pollution.
- 5. Continuously work to improve our environmental management system.
- 6. Comply with environmental laws and regulations.
- 7. Ensure that all employees are aware of our environmental policy.

In compliance with the environmental policy, we will provide comprehensive solutions that satisfy customers' needs in automobile, semiconductor, and other manufacturing sectors, human-robot coexistence and collaborative sectors, and medical sectors, while driving our evolution from an industrial robotic manufacturer to an all-round robotic manufacturer.

### Kawasaki Global Environmental Vision 2050

In light of the Paris Agreement enacted to restrict global warming and the Sustainable Development Goals (SDGs) adopted by the United Nations, the Kawasaki Group has announced that it will collaborate toward the realization of a sustainable society in the future, and formulated the "Kawasaki Global Environmental Vision 2050."



We carry out environmental management based on three visions—CO<sub>2</sub> FREE, Waste FREE, and Harm FREE—and will contribute to mitigating global warming, promoting a recycling-oriented society, and protecting biodiversity in the period up to 2050.

### CO<sub>2</sub> FREE



- Pursue zero  $CO_2$  emissions from business activities
- Provide products and services that substantially curb  $CO_2$  emissions
- Pursue zero waste in business activities
- Implement rigorous preservation and recycling of water resources
- Pursue zero release of harmful chemical substances in business activities
  Conduct business with respect for biodiversity



# **KHI Group Carbon Neutrality Targets & Initiatives**

In addition to adopting hydrogen power generation, we will take further action to save energy, expand the use of renewable energy, and expand and enhance power generation from waste with the aim of achieving carbon neutrality in Japan by 2030. We will also provide decarbonization solutions to society, business partners, and customers, contributing to the early achievement of carbon neutrality in society.





Powering your potential

# Environmental Management by the Robot Business Division



### Message from the General Manager of the Robot Business Division

We are working with stakeholders to solve wide-ranging social problems in tireless pursuit of an "enriching future" through the use of robots.

Today, the world in which we all live is at a crucial juncture for protecting the global environment into the future, and responding to climate change has become an urgent matter. As we conduct business in accordance with the Company's Environmental Philosophy, the Robot Business Division is undertaking various measures to achieve zero  $CO_2$  emissions through product recycling.

Going forward, in addition to these measures, we also hope to make significant contributions to achieving carbon neutrality throughout society as a whole by providing to society new robots that will lead to the carbon neutrality of customers by reducing the electric power consumption of customer plants through means such as saving space, decreasing processes, and reducing time.

KHI is a comprehensive heavy industries manufacturer that conducts business in a wide range of fields including rolling stock, aircraft, energy and environmental products, industrial equipment, and motorcycles. In the past, we achieved challenging targets by generating synergies among different businesses. We are now focusing our efforts on hydrogen-related business, a field with high expectations as a clean energy. Not only will we develop technologies to manufacture, transport, and store clean energy, we will also contribute to the development of a clean society by advancing technologies for the use of clean energy in products such as ships and motorcycles. It is precisely because KHI will play a variety of roles in addressing the social issues of carbon neutrality that I am confident we can generate substantial synergy effects.

In the more than 50 years since the Robot Business Division was established in 1969, we have solved social problems through the use of robots and sought to achieve a better society. Robot products are one means of solving various social problems including the elimination of labor shortages, raising quality, and the elimination of "3D" (dirty, dangerous, and difficult) work, and I believe that the fields in which we are active will expand even further in the future. Going forward, the Robot Business Division will continue to conduct business with "Unlocking Human Ingenuity to Create Robotics that Enrich the Future" as our purpose. I ask for the continued support of all our stakeholders including customers, business partners, employees, shareholders, and local communities.



#### Kenji Bando

Powering your potential

General Manager of the Robot Business Division Executive Officer

Kinji Bandle

### **Progress of Environmental Initiatives**

	<b>1981</b> <b>Delivers t</b> Through t implement stable ener CO <sub>2</sub> by re	he first LNG carrier built in Japan he development and social tation of LNG carriers, we achieved ergy supplies in Japan and reduced placing existing fuels with LNG 1998 Robot Business Division obtains ISO 14001 certification	2017 CO <sub>2</sub> FREE decl In light of the Paris A restrict global warm Development Goals United Nations, the announced that it w realization of a susta and formulated the Environmental Vision	Agreement enacted to ing and the Sustainable (SDGs) adopted by the Kawasaki Group has ill collaborate toward the ainable society in the future, "Kawasaki Global n 2050."		<ul> <li>Category 1: 80% rd</li> <li>Category 11: Prom</li> <li>Robot Business Neutrality Comr</li> <li>The Robot Business</li> <li>Committee as an infrom stakeholders</li> <li>companywide initiatives in cooperative</li> <li>achieving zero CO</li> </ul>	eduction (versus FY2021) ote CO <sub>2</sub> reduction in the world <b>Division established the Carbon</b> <b>nittee</b> as Division established the Carbon Neutrality nternal body to respond rapidly to requests including customers in parallel with KHI atives. The Division is accelerating various eration with other departments with the aim of 2 emissions throughout the product life cycle.
1	970~	2010	2017	2021	20	)22	2023
• 1	978 elivers com	2010 Focus on hydrogen bus Medium-Term Business Proposed by hydrogen sup "Producing, Transporting, a bustion test facilities for	iness announced in Plan 2010 ply chain concept of and Using" hydrogen	2021 Declaration to achine neutrality at dome by 2030 Declaration of achieving independently centered generation (Scope 1 & 2 only)	ieve stic	<b>carbon</b> <b>business sites</b> on neutrality ydrogen power	2023 Recognized as CDP Climate Change 2022 A List Company KHI's corporate sustainability initiatives were recognized in the Climate Change 2022 Questionnaire conducted by CDP and KHI was certified as an A List Company, the highest rating.
nyarogen rocket engine More than 30 years of experience with hydrogen							Robot Business Division issues Carbon Neutrality Report

• 2022

Zero-Carbon Ready declaration (Scope 3) to maximize

feasible countermeasures by 2040

More than 30 years of experience with hydrogen

🛛 🕊 Kawasaki

Powering your potential

# **Environmental Management**

#### **Carbon Neutrality Implementation Structure**

The Robot Business Division undertakes environmental measures in line with company-wide environmental management implementation structures. Environmental measures intended to achieve carbon neutrality are carried out mainly by the Carbon Neutrality Committee, the issuing body of this





🕂 Kawasaki

Powering your potential

# Policies for Achieving Carbon Neutrality



### Kawasaki Robotics Carbon Neutrality 2050



We will combine KHI technologies to eliminate all CO<sub>2</sub> emissions from robots throughout their life cycle to zero by 2050 and create a society where humans and robots can co-exist amidst a rich environment

16

### **Environmental Technologies Provided by Kawasaki Robotics to Customers**



We will conduct business with the objective of

achieving carbon neutrality from individual robots to entire solutions



### **Technology Development for Reducing Power Consumption**



Powering your potential

# Measures for Reducing CO<sub>2</sub> Emissions



19

### Measures for Reducing CO<sub>2</sub> Emissions



The Robot Business Division is taking action to reduce CO<sub>2</sub> emissions throughout the product life cycle.



#### Measures for Reducing CO<sub>2</sub> Emissions: Raw Materials and Transportation to KHI



The Robot Business Division is taking action to reduce CO<sub>2</sub> emissions throughout the product life cycle.



## **Measures Undertaken in Collaboration with Suppliers**

### **Basic Stance of the KHI Group**

It is essential that our procurement activities are conducted in line with our stance on sustainability, which includes consideration for compliance, human rights, labor, occupational safety and health, and the global environment. We will respond to the demands of our customers and society by undertaking sustainability activities with suppliers so that we can actively promotion sustainability throughout the supply chain.

#### Kawasaki Group Sustainable Procurement Guidelines

The Kawasaki Group CSR Procurement Guidelines (initially established in 2012) were re-established in 2020 as a statement of detailed rules on the KHI Group's stance on sustainable procurement and requests to suppliers. In fiscal 2022, the title was changed to the Kawasaki Group Sustainable Procurement Guidelines and the content was revised in light of the heightened social demands concerning sustainability initiatives in supply chains, clarifying our policy of increasing sustainability throughout the supply chain.

#### **Measures for Calculating Carbon Footprint**

To calculate  $CO_2$  emissions (carbon footprint) during the entire product life cycle including parts procurement, we introduced a  $CO_2$  emissions calculation systems in fiscal 2023. In the future, we will use this system to calculate the carbon footprints of our products. We will also cooperate with the calculation of carbon footprints by suppliers.

#### Measures to Educate Suppliers on Caron Neutrality

Since fiscal 2022, we have been holding carbon neutrality briefings and study sessions for suppliers to encourage suppliers to determine the  $CO_2$  emissions and take action to reduce emissions. In the future, we will create structures for even greater cooperation so that suppliers can enhance the accuracy of their  $CO_2$  emissions data collection and implement full-scale measures for emissions reduction.



Study session for suppliers



# Measures for Reducing CO<sub>2</sub> Emissions: Production Activities



The Robot Business Division is taking action to reduce CO<sub>2</sub> emissions throughout the product life cycle.



## CO<sub>2</sub> Emissions from Production Activities (Scope 1 & 2)





\* Emissions at the main domestic sites (Akashi Works and Nishi-Kobe Works) only are included.

\* The CO<sub>2</sub> emissions coefficients used for fuel and heat are the values released by the Agency for Natural Resources and Energy.

\* The  $CO_2$  emissions coefficients used for electricity are the values released by the Ministry of the Environment for each electric power company and each fiscal year.

 $CO_2$  emissions from the Robot Business Division's production activities are shown in the figure to the left. The division has reduced  $CO_2$  emissions per unit produced through measures including energy-saving activities and partially switching to renewable energy.

To achieve the KHI Group's target of zero Scope 1 & 2  $CO_2$  emissions in Japan by 2030, we will continue to undertake energy-saving and other measures.

We will also use the latest technologies including hydrogen power generation and CCUS, which are proprietary technologies of the KHI Group.

Kawasaki

Powering your potential

# Measures for Reducing Scope 1 & 2 CO<sub>2</sub> Emissions

To reduce Scope 1 and 2 CO<sub>2</sub> emissions, the entire KHI Group and the Robot Business Division are working in concert to implement a variety of measures.

#### Measures by KHI

The KHI Head Office is taking the lead in measures such as implementing measures to use clean energy. As a result of these measures, we expect that Scope 1 and 2  $CO_2$  emissions will decrease in the future at the Akashi Works and the Nishi-Kobe Works, the main sites of the Robot Business Division.

- Power generation from hydrogen: 100 MW-class power generation under consideration
- Solar power generation: Power generation facilities installed at the Seishin Works
- Power consignment: Trial completed for power consignment from the Akashi Works to the Harima Works
- Development of CO<sub>2</sub> separation and recovery technology

#### **Measures by the Robot Business Division**

The Robot Business Division is taking the lead to save energy, mainly at plants and offices.

- Partial switch to renewable energy
- Conversion of lighting to LEDs
- Introduction of power monitoring systems
- Installation of double-glazed windows (improves air conditioning efficiency)
- Implementation of improvements through innovative methods (*karakuri kaizen\**)
- Switch to sheet shutter interlocking



Example of *karakuri kaizen*: Non-powered transportation of heavy parts

When a part is introduced from the right side of the photo, the part is transported to the left side under its own weight and the empty pallet is returned to the right side.

#### \* Karakuri kaizen

Improvements for implementing automation using only natural energy or mechanical devices without the use of power such as electricity and air. This reduces environmental impact, and is also a means of curbing costs while improving workplace safety, quality, and workability. The Robot Business Division actively implement such measures.



### Measures for Reducing CO<sub>2</sub> Emissions: Transportation to Customers



The Robot Business Division is taking action to reduce CO<sub>2</sub> emissions throughout the product life cycle.



### Measures for Reducing CO<sub>2</sub> Emissions from Transportation

The Robot Business Division has taken a variety of measures until now to reduce  $CO_2$  emissions during transportation of products. In the future, we will investigate the following measures to achieve further reductions.

#### Shift to transportation methods with low environmental impact

Until now, we have actively selected transportation methods with low environmental impact from among the various options including **truck**, **railway**, and **maritime transportation**. In the future, we will strengthen these measures to achieve transportation optimally suited for the division's products.

#### Increasing transportation efficiency

We started cooperative transportation with the Precision Machinery Business Division in 2022, reducing the number of trucks used. Going forward, we will achieve transportation with the highest loading efficiency by **expanding cooperative transportation within the KHI Group, using mixed transportation, and adopting multi-stage loading at the time of transportation**.

#### Improving and reusing packaging materials

We started using returnable shipping racks in 2022 and are currently shifting away from products that use the most steel over the course of a year. In the future, we will achieve optimal packaging throughout the life cycles of shipping and packaging materials including **increasing the use of returnable shipping racks** and **transitioning to packaging materials with low environmental impact**.

#### **Examples of Current Initiatives**



Cooperative transportation by the Robot Business Division and Precision Machinery Business Division



Reusable shipping racks

27

## Measures for Reducing CO<sub>2</sub> Emissions: Product Use



The Robot Business Division is taking action to reduce CO<sub>2</sub> emissions throughout the product life cycle.



## CO<sub>2</sub> Emissions During Product Use (Scope 3 Category 11)

CO<sub>2</sub> Emissions During Product Use (Scope 3 Category 11)



 $CO_2$  emissions during product use (Scope 3 Category 11) are calculated based on robot power consumption.

The Robot Business Division has developed technologies for reducing power consumption, and as a result, has successfully reduced  $CO_2$  emissions per unit produced.

In the future, we will reduce  $CO_2$  emissions from robot power consumption even further by developing additional technologies, increasing the percentage of energy-saving products among products sold, and taking other measures.

\*Calculated according to the methods specified by KHI.

# **Measures for Reducing Power Consumption**

Until now, the Robot Business Division has worked to develop environmentally-friendly products. The division's products have received numerous certifications under the Kawasaki Ecological Frontiers system, an internal certification program for environmentally-conscious products of the KHI Group.

#### Kawasaki Ecological Frontiers System (environmentally-conscious products)

The KHI Group has operated the Kawasaki Ecological Frontiers system (formerly known as the Kawasaki-brand Green Products System), a certification program for environmentallyconscious products, since 2014 with the aim of reducing environmental impact throughout the product and service life cycle.

This program evaluates products in terms of improvement of the environmental performance of products themselves and reduction of environmental impact during the manufacturing process from three perspectives: reducing CO<sub>2</sub>, reducing industrial waste, and reducing release of harmful chemical substances, and particularly excellent products are certified and registered.





Energy-saving robot controller achieves industry-leading compact size and lightweight







This is a large spot welding robot with a hollow structure. The necessary cables and hoses are incorporated inside the robot in an effort to enhance performance and quality while pursuing ease-of-use and spot welding applications.

https://www.khi.co.jp/sustainability/earth/green/pdf/green\_2022\_005.pdf

By optimizing the housing structure using the latest thermal design technology, adopting the latest electronic components, and reducing the number of parts, power consumption by the controller itself is approximately 30% less than earlier models. A power regeneration function is available as an option, which reduces power consumption by approximately 20% (depending on the model and operating patterns).

https://www.khi.co.jp/sustainability/earth/green/pdf/green\_2023\_003.pdf



### Products Selected for the Kawasaki Ecological Frontiers System

The Robot Business Division has received certification for the following products (only products with certification still in effect as of 2023).

Ecological Frontiers Products	Points of Emphasis as Ecological Frontiers Products	Year of Reg.
Large painting robot KJ264/315	<ul> <li>Lightest in its class, slim, compact</li> <li>High-density layouts for smaller painting booths</li> </ul>	2015
General purpose cleanroom robot NT420	<ul> <li>Lightweight arm that can reach up to 4 foups without a travel axis</li> <li>Travel-less operation reduces robot power consumption</li> </ul>	2015
Dual-arm SCARA robot "duAro"	<ul> <li>Arm with excellent drive system efficiency</li> <li>Contributes to resource conservation in systemization</li> <li>Arm controller structure reduces volume</li> </ul>	2016
Ultra-large MG series robots	• Class-leading low weight achieved with unique mechanism (in the class with 1.5 t transportation capability)	2017
F60 controller	<ul> <li>Class-leading compact size and low weight</li> <li>Conserves energy by increasing the regenerative power use rate</li> </ul>	2018
Compact handling RS007 series robots	<ul> <li>Compact size improves the power rate and achieves both high-speed operations and low power consumption</li> </ul>	2019
Kawasaki Robot ANSHIN Lifecycle Support K-COMMIT <sup>®</sup>	<ul> <li>Remote maintenance reduces travel by service personnel</li> <li>High-precision maintenance extends robot life span</li> </ul>	2020
Compact painting robot KJ155	<ul> <li>Lightest robot in the class with a 1500 mm reach</li> <li>Has a slim appearance and contributes to making nearby equipment more compact</li> </ul>	2021
Spot welding robot BXP110L/210L	<ul> <li>Class-leading low weight</li> <li>Compact size and internal cable enable high-density layout</li> </ul>	2022
F0x series controllers	<ul> <li>Industry's smallest and lightest energy-saving robot controller</li> <li>Power regeneration function also available</li> </ul>	2023



# **Example 1 Kawasaki** Powering your potential