

For Reference Only

March 4, 2021

Tokyo Century Acquired Certification under the “DX Recognition Program” based on the Guidelines of the Ministry of Economy, Trade and Industry

Tokyo Century Corporation (“Tokyo Century”) is pleased to announce that it has been certified as a DX business operator in accordance with the DX Recognition Program defined by the Ministry of Economy, Trade and Industry (“METI”). The details are provided as below. Tokyo Century has acquired the certification as a company which provides financial services while maintaining leasing as its core business for the first time.

1. Outline of the DX Recognition Program

The DX Recognition Program is an initiative implemented under the Act on Partial Revision of the Act on Facilitation of Information Processing which came into force on May 15, 2020. In line with the guidelines set by the Japanese government that present to companies ideal approaches to making use of strategic systems in their business management and to create a system, an authority certifies companies engaging in outstanding efforts, if such companies file a request accordingly.

Under the DX Recognition Program, it is important that companies have taken measures for each fundamental item of management goals, strategy, performance, key performance indicators, and governance system that are defined in the “digital governance codes” compiled by METI in November 2020, and also their environment are aligned with promoting DX.

2. Initiatives of Tokyo Century

Tokyo Century has been selected for the “Competitive IT Strategy Company Stock Selection” program jointly organized by METI and the Tokyo Stock Exchange for consecutive five years since fiscal 2015. Including the “Digital Transformation Stock Selection (DX Stock) Selection” program that was renamed from the aforementioned program in fiscal 2020, the company has been selected for six consecutive years since the program was established in fiscal 2015. The company has been developing businesses by promoting DX as a growth driver to improve its corporate value.

With a key theme, “driving business transformation with digital technology” laid out in the New Fourth Medium-Term Management Plan that started in fiscal 2020, Tokyo Century has established the DX Strategy Division to align its DX strategy and strengthen initiatives by planning DX-related strategy and business objectives.

The company was certified under the DX Recognition Program as these continued efforts meet the criteria for this program.

Tokyo Century has expanded its business fields by focusing on providing a wide range of financial services, including business collaboration with partner companies as a company with financial capabilities that can meet the needs in times of change. The company will continue to advance in accordance with the change in business landscape and technological development, and to promote the creation of innovative business models by utilizing digital technology.

<Key Themes in the New Fourth Medium-Term Management Plan (Management Vision and Direction of Initiatives for DX)>

Driving Business Transformation with Digital Technology



- **Harness digital technology to enhance corporate value and bolster competitiveness**
- **Drastically revise existing systems to accelerate digital innovation**
- **Develop systems aimed at promoting digital innovation**

<DX Strategy and Management Goals>

	DX Strategy	Management Goals
Innovate corporate culture, organization, and processes	Implement initiatives for evolving into a cutting-edge DX company	Implement the budget, education, and evaluation systems for disseminating and promoting DX strategy
Improve productivity through innovation	Fully deploy digital tools to improve operations and productivity	Apply RPA and other innovations to improve productivity and expand teleworking
Transform existing businesses	Implement key measures to transform existing businesses to overcome Japan's "2025 Digital Cliff" associated with legacy systems	Formulate measures addressing issues toward completely reforming the existing IT system Apply AI and big data to introduce innovation into business processes
Create new businesses	Focus on co-creation of new businesses with corporate partners	Co-create new businesses by capitalizing on digital infrastructure

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