

CONTENTS

JT Corporate Profile3	Chapter 3 Towards Good Corporate Citizenship
Top Message.....5	JT Group's Social Contribution Policy35
JT Group's Response to the Great East Japan Earthquake7	Contributions to Japanese Society36
Special Topic 1	Social Contributions Abroad39
Unonuma Mizunosato Factory Has Come on Stream9	Chapter 4 Approaches to Protecting the Global Environment
Special Topic 2	JT Group Environmental Management.....41
Passing Rich Forests On to Future Generations11	Environmental Impact of the JT Group's Business...45
Chapter 1 JT Group Management	Approaches to Preventing Global Warming.....47
Communication with Stakeholders.....13	Approaches to Creating a Recycling-Based Society...49
Company That Embodies the JT Group Objectives14	Approaches to Conserving Biodiversity.....50
Approaches to Promote CSR.....15	Other Approaches50
CSR-Oriented Procurement16	Approaches to Protecting the Global Environment (Overseas)...51
Corporate Governance17	Environmental Communication.....53
Compliance.....18	History of JT and its CSR Activities54
Risk Management.....18	
Human Resources Management.....19	
Chapter 2 CSR Activities in JT's Business	
CSR Activities in the Tobacco Business.....23	
Our Philosophy as a Tobacco Manufacturer27	
CSR Activities in the Pharmaceutical Business29	
CSR Activities in the Food Business.....31	

URL URL of the website concerned

■Editorial Policy

JT first published the JT Environmental Report back in 1998, which was upgraded in FY 2005 to the JT Social and Environmental Report, with focus on its CSR activities including environmental activities. All these efforts culminated in the CSR Report in FY 2007.

This report covers the second year of the CSR Promotion Plan (2009 - 2011), with emphasis on four priority areas set out in the JT Group's CSR Promotion Policy (base domain of business management, business areas, global environment and social contribution) and focus on key activities in the CSR Promotion Plan.

It also features activities in JT Group companies — a food safety program at an advanced factory of TableMark Co., Ltd. (the Unonuma Mizuhosato Factory) and a flora-fauna ecosystem survey conducted in company-owned JT forest Shigetomi in Kagoshima prefecture.

Other important topics covered include the impact of the Great East Japan Earthquake on JT Group's operations and various approaches to restore them. While the unprecedented earthquake disaster dealt a devastating blow to JT's tobacco factories, reports are also made on efforts to restore the product distribution system, approaches to deal with power shortage expected in summer and relief efforts in disaster zones.

At the same time, views and opinions of stakeholders on last year's report were taken into account in preparing this report.

■Period Covered (in this report)

FY 2010 (April 1, 2010 to March 31, 2011)

Some JT policies, objectives and activities scheduled to take effect after FY 2011 are included in this report.

■Scope of Report

JT Group's activities primarily in Japan, and environmental activities of the JT Group companies under the JT Group environmental management (JT and its 246 consolidated subsidiaries as of the end of March 2011).

〈Major JT Group Companies under the JT Group's Environmental Management〉

- Japan Tobacco Inc.
- TS Network Co., Ltd.
- Japan Filter Technology, Ltd.
- Japan Tobacco International
- Torii Pharmaceutical Co., Ltd.
- TableMark Group
- Japan Beverage Group

■Issuance Month

June 2011

(The 2010 CSR Report was issued in June 2010 and the 2012 CSR Report is scheduled for issuance in June 2012)

■Reference Guidelines

- Environmental Report Guidelines (FY 2007)
- Environmental Accounting Guidelines (FY 2005)
- Both published by the Ministry of Environment

■More details are posted on the website



■CSR activities

URL www.jti.co.jp/csr

■Financial information is available on the website



■For shareholders and investors

URL www.jti.co.jp/investors