

OUR COMMITMENT TO SUSTAINABILITY

10

March 2025





Sustainability leads the way



Ivo Maltir President "Countries, Citizens & Companies have a shared responsibility towards Sustainability. **As a responsible Industrial player, we take our Corporate Social Responsibility seriously, guided by the Sustainable Development Goals** (SDGs) from the United Nations.

We strive to conduct **our business in an ethical, environmental, and humane manner.** We are now setting even more ambitious targets and taking actions accordingly.

All SDGs goals are important to work on, and the climate change is a top priority, **engaging the world in a race to reduce global warming.**



Therefore, one of our major target is to significantly **reduce our CO**₂ **emissions by 2030** (-46% on Scope 1 and 2, -28% on Scope 3)*.

Together with our customers, employees and suppliers, we will contribute to build a better industry.

Sustainability is at the core of our approach and influences our decisions at every level."

Desoutter is committed to building a more sustainable industry

"The transition to a low-carbon society is accelerating the transformation of the entire industry.

Therefore, we will continue to strongly invest in innovation to offer our customers Desoutter expertise, solutions and services. With an ethical and inclusive culture.

With an ethical and inclusive culture, a safe and healthy workplace, and passionate people, we aim to align our actions with our values."



Yohan Verdon Desoutter Vice-President





- Driving the technology evolution
- Contributing to create a low-carbon society



- Challenge the way we do things to find a more sustainable way
- Partnering with our customers to contribute to the development of a low-carbon industry

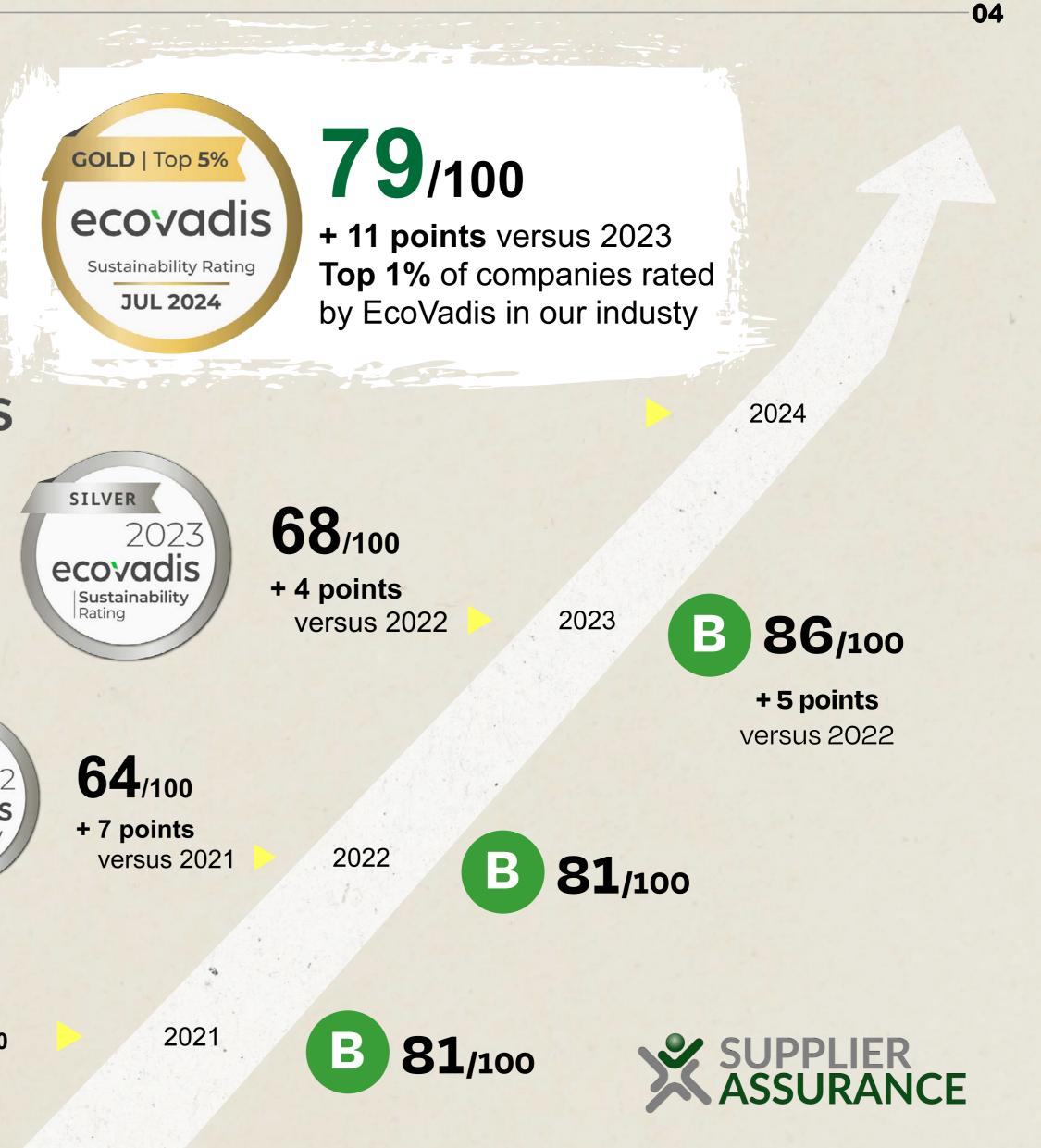


- Continuously invest in R&D to develop low-emission products
- Contributing to existing low-carbon technologies

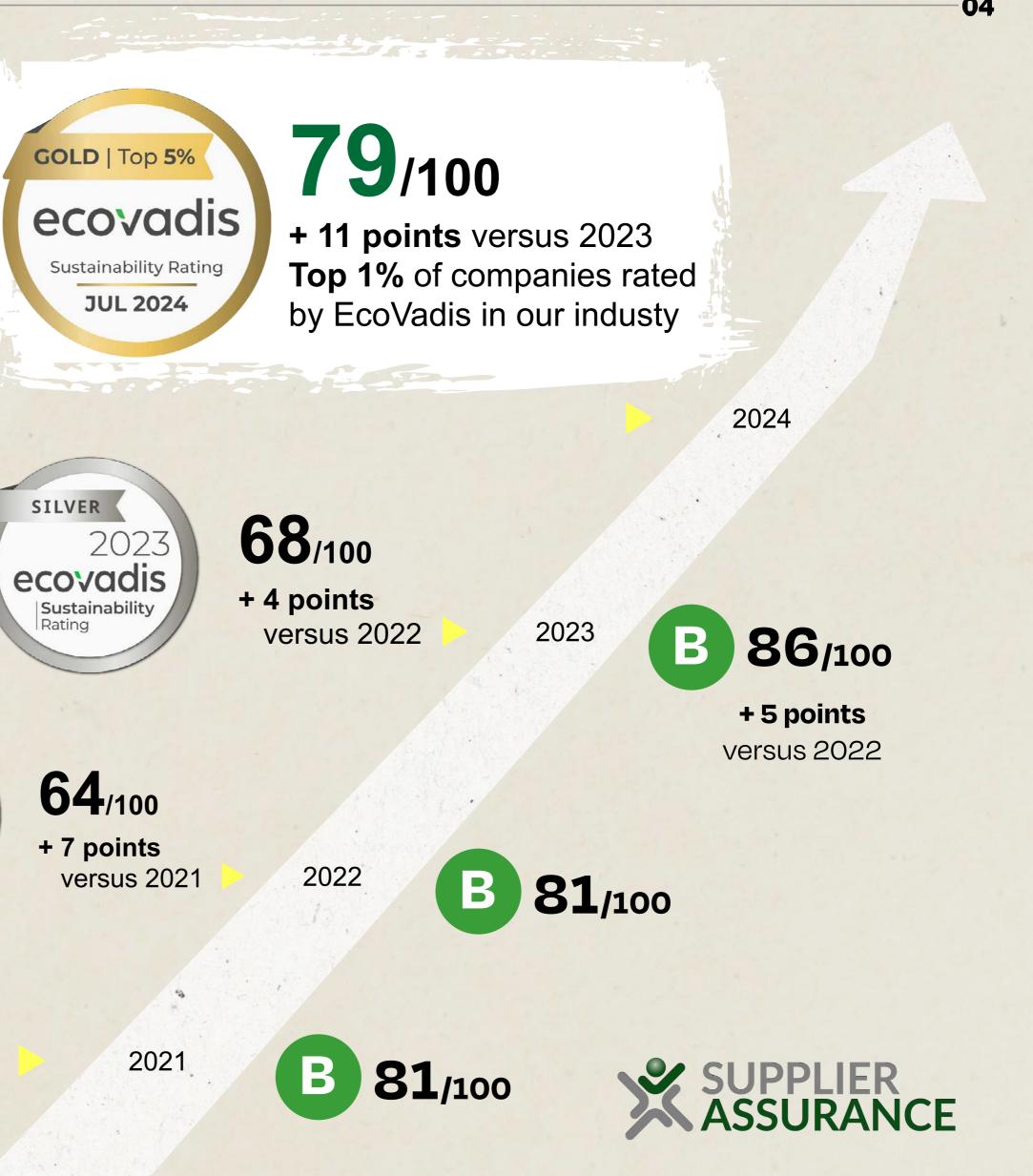
Evaluation of our sustainability performance**

To evaluate our activities and demonstrate our commitment to sustainability, we rely on external Environmental, Social and Governance (ESG) assessment platforms, such as EcoVadis & NQC Supplier Assurance. Those platforms enable us to challenge our targets and the way we do things.

They are increasingly demanding, which drives us to seek for continuous improvement.







SILVER 202 ecovadis Sustainability



57/100

**Divisional Headquarter

Our sustainability journey

"In 2021, we created a dedicated Steering Committee, identifying ambitious targets and a roadmap, with a strong focus on environmental aspects.

We have made significant progress with concrete actions. Today, everyone in the organization is involved in our Sustainable journey."



Annabelle Bray Sustainability Manager





March

2020

June

2021

April 2022



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′CO₂ ′



January

2023

2024



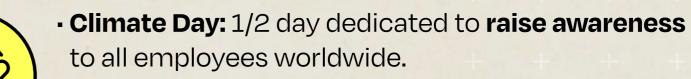




First Product carbon footprint done on some key Desoutter products.

- Company Carbon Footprint calculated (baseline 2019).
- CO₂ reduction targets defined on the 3 Scopes by 2030.
 Action plan defined and monitored on quarterly basis (11 initiatives).
- **Product carbon footprint** became a mandatory deliverable in our Product Development Process.
- Sustainability Steering Committee & Specific Working Groups creation.

- Company Sustainability Manager appointed.



• Environmental Check List: 7 environmental themes are now checked when designing new products.

Climate Awareness Training mandatory for all employees.



- CO₂ baseline recalculation.
- Production site & headquarter building improvements.
- Significant ESG rating improvement (EcoVadis grade).
- 34% of our suppliers evaluated on ESG performance by external platform**.

Our ambition for the future





2040

2025



- Circularity e-learning mandatory for all our employees.
 35% of our suppliers evaluated by EcoVadis on ESG performance**.
- 2023 target on CO₂ reduction achieved.
- 2040 new CO₂ reduction target sets.
- 100% reused, recycled or recovered waste from internal operations*.
- Minimum of 30% women in our workforce*.



2040 CO₂ reduction target achieved.

• Minimum of 40% women in our workforce**.

Sustainability 2024 major Achievements & 2025 Targets

Environment



2024: 92,8% of reused, recycled or recovered waste**. 2025 target: 100%.

-28% CO₂ emissions **scope 3** by 2030^{*}.

-46% CO₂ emissions scope 1 & 2 by 2030^{*}.

100% of new or redesigned products benefit from a Product Carbon Footprint calculation.

People & Culture



26% of women in our workplace in 2024**.

By 2030, our target is to reach a minimum of 30% women in our workforce*.





Ethics & Transparency





of our employees worldwide have been trained on our Code of **Conduct** and have signed a compliance agreement in 2024**.

2024: 34% of our suppliers have been evaluated by EcoVadis**. 2025 target: 35%***.

07

*Group targets ******Divisional Headquarter

Environment 1 09

10 I CO2 reduction		
12 ı Circularity +		
13 I I.R.I.S+ + +		
14 I Logistics		
14 ı Waste & Water		

People & Culture

16 I	Talents & Skills + + + +
16 I	Diversity & Inclusion
17 I	Employee Engagement & Feedb
17 I	Local Community Involvement
18 I	Safety + + + + + +

18 I Well-being

Ethics & transparency

- 20 I Code of Conduct
- 20 I Governance
- 21 ISO Certifications
- 21 I Responsible Procurement
- 21 I Trade Compliance



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People & Culture

Environment

CO2 reduction Circularity I.R.I.S Logistics Waste & Water





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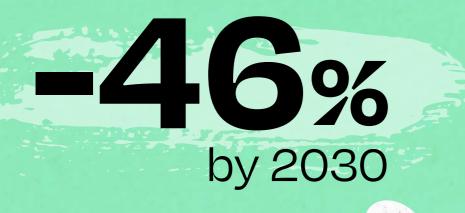
CO2

Culture

People &

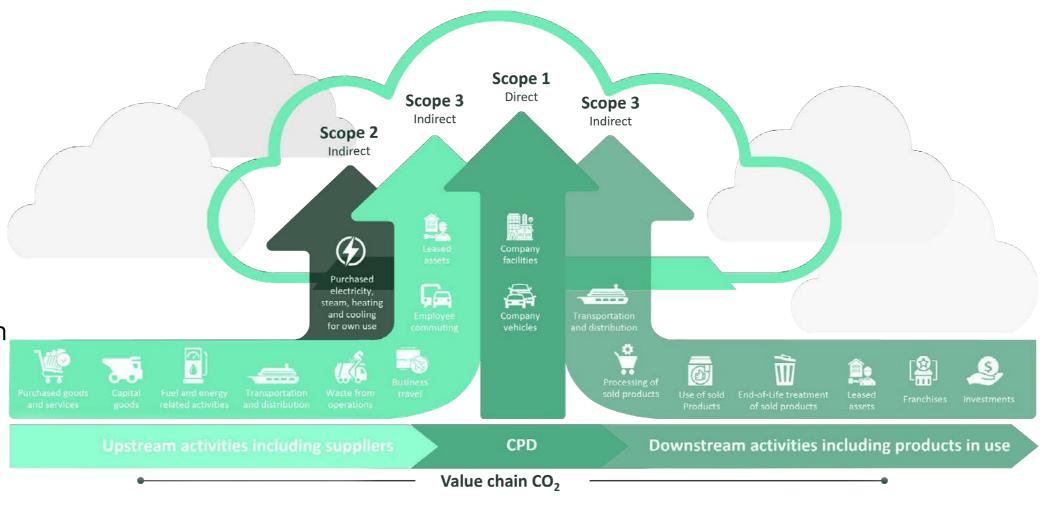
CO₂ reduction

Targets Scope 1 & 2*



We take our environmental responsibility seriously.

In 2021, we realized our company carbon footprint and have set ambitious CO₂ reduction targets by 2030 (baseline 2019).





of our facilities use renewable electricity.



is the target of increasing non fossil vehicle in our car fleet each year.

Our sites are operating with a focus on reducing their carbon footprint^{**}

+10%



100%

of our sites use biomass instead of gas.



16,8 tonnes

of CO₂ saved since January 2023 as a result of France soft mobility policy.



*Group targets **Divisional Headquarter

Culture

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People

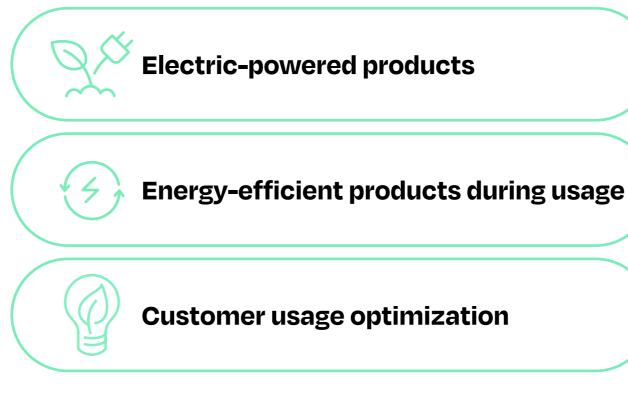




Most of our CO₂ emissions comes from Scope 3 Downstream, when our products are in-use phase.

The 3 major levers our R&D teams are working

on to reach our targets are:



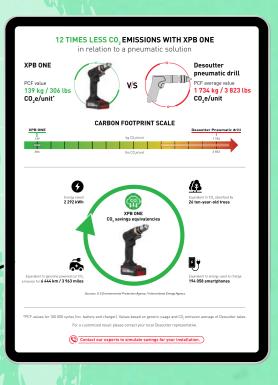
Since January 2021, the CO₂ impact of any new product is measured through a Product Carbon Footprint (PCF) based on ISO 14067:2018 standard.

This measure enabling us to improve tool efficiency along with product development process and provide product recommendations to our customers.

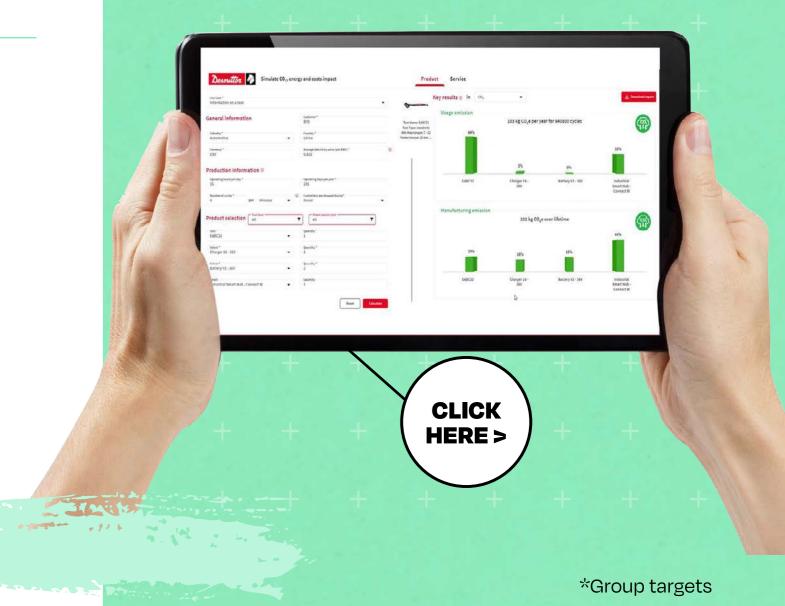
We support our customers to reduce their own carbon dioxide emissions by developing efficient solutions.







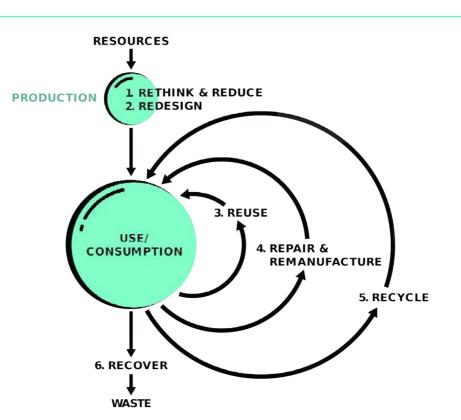
And our CO2, energy and costs calculator





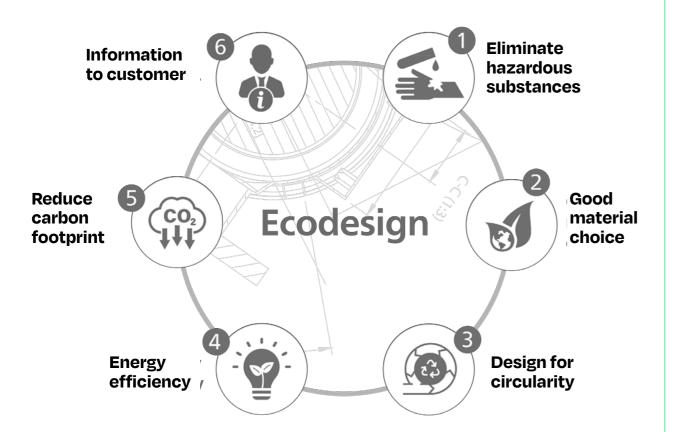
Focusing on Circularity is also a way to support Sustainability. We are running several initiatives **enabling product offer to our customers while preserving resources.**

Circularity



Rethink. Redesign.

In 2023, all engineers in our R&D team have been **trained on Eco-design**, and **Eco-design guidelines** have been launched.



Additionnally, the **Environmental Checklist** has been reviewed to challenge environmental

impact and develop circularity along new product development.

Repair. Remanufacture.

Desoutter products are shipped with a spare part list to enable and encourage reparability.

In 2022, Desoutter Service started **refurbishing Printed Circuit Boards.**



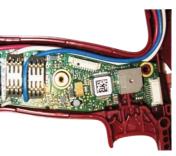
When an E-Lit PCB needs to be replaced, we propose our customers to choose either a brand-new part or a certified refurbished one.

The obvious benefit is a reduced maintenance cost, always with a high level of quality, 3 months warranty and an immediate availability of the part.

By refurbishing broken PCB's, we save 6,3kg* CO2e per E-Lit Printed Circuit Board.

The next step is to expand this to other spare parts.

* After deduction of the energy and the refurbishing components required.



Packaging

NEW

In 2023, we challenged our Desoutter product packaging.

The outer carton used to have a white treatment and many red logos printed.

We decided to use as of now **a minimalist approach using only black ink on raw cardboard,** while also reducing waste from box production thanks to the FEFCO 0471, requiring fewer die-cuts.

The 1st product to benefit from this new packaging will be XPBM heads.

Desoutter

OLD



Culture

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People .

I.R.I.S

Innovation and Research Initiatives for **S**ustainability

To go further on environmental improvements and to ensure we capitalize our knowledge and improvements in the future, we decided in 2023 to create I.R.I.S.

I.R.I.S is an internal Desoutter program dedicated to investigate "CO2 reduction and Circularity" topics, trends, and potential improvements, designing solutions to enhance the performance of our products and meet customers needs.

I.R.I.S is mainly led by our Advanced Research and Development team; each year 2 projects are investigated.

EXPLORE INNOVATIVE IDEAS

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MATERIALS Circularity - lifetime HIGH EFFICIENCY MOTOR improvement evergy savings LED MANAGEMENT SETTING OPTIMIZATION energy savings evergy savings COMPONENTS - DESIGN circularity - lifetime improvement BATTERY MANAGEMENT Circularity, lifetime improvement SUPPLIERS MANAGEMENT Transport reduction

Culture

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People





Logistics

Limit our Footprint impact in Logistics

Our logistics platform in Belgium has been recognized as a Sustainable Development Goals pioneer in 2022 thanks to:

- Energy consumption reduction: -50% compared to 2019.
- Packaging initiatives:

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recovered waste in 2024. 94% is our 2025 target.



using recycled paper for box-filling and reusing incoming packing material.

- Plastic replaced by recycled plastic or paper.
- Carton pallets used instead of wooden pallets, mostly for air shipments.



of water consumed in 2024.

Our target is to reduce our water consumption every year of 10%.



In 2023, we had a renewal of our **ISO 14001:2015 standard**, for our Environmental Management System; this will be valid until December 2025**.



**Divisional Headquarter

People & Culture

Talents & Skills Diversity & Inclusion Employee Engagement & Feedback Local Community Involvement Safety Well-being

People & Culture





Talents & Skills

We promote accelerated and self-driven **learning** to ensure the right competence and mindset to drive transformation and enable growth.

"Continuously building knowledge and enabling employee growth through dedicated learning journeys is key to us remaining innovative in our approach. This is achieved through dedicated learning platforms, global specialist, leadership, business or expert development programmes and themed playlists in addition to extensive technical offerings".



An inclusive culture is one of **the** pillars which drives the success of our organization.



People & Culture

Diversity & Inclusion

"We are committed to fostering an attractive and inclusive environment throughout, through attracting and retaining a diverse talent pool, developing mentorship programs, raising awareness of unconscious biases, promoting mental and physical well-being and belonging".



Julie Lambert-Scrivener VP Human Resources

30%

of our workforce will be women by 2030*.





functions working together as one Desoutter team**.

35

different nationalities collaborating together globally**

*Group targets **Divisional Headquarter





Employee Engagement & Feedback

On a regular basis, our employees are given the opportunity to take part in **our employee engagement survey**, internally called "Insight Survey".

This enables our organization to receive valuable feedback and drive continuous improvement through measuring employee satisfaction against key indexes such as Engagement, Culture, Diversity & Inclusion, Leadership, and Cultural Behaviours.



Local Community Involvement

All our local teams are involved with community events, from fund raisers, to sponsored sporting events, donations to local charities and working with local schools and universities.



↑ Since 2020 - France Action against World Hunger







Culture

People &



Safety

We care about Safety. To ensure a safe workplace, all employees and newcomers need to complete our Safety, Health, Environment and Quality (SHEQ) training. To achieve our goals, we conduct a **mandatory SHEQ training for all newcomers** in our divisional headquarter.

"We are committed to preventing pollution, limiting our impact on our environment and providing a safe and healthy working place for all employees.

We integrate SHEQ aspects at all stages of management. Our vision is zero work-related accidents."



Franck Guedeu SHEQ Manager





Well-being

In our organization, we define well-being as being in a **sustainable state of feeling good and functioning well** in our lives and in our work. Achieving this requires a sense of well-being physically, mentally, socially, and purposefully.

Supporting well-being is critical to our organization's success. We are constantly striving to **create a culture** in which our employees are able to thrive and achieve their potential in a supportive, open and fair environment.



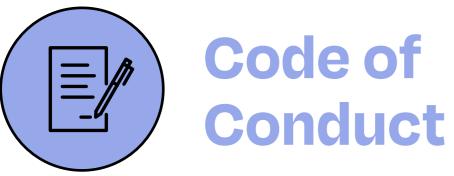
Our guiding framework will help us achieve our People & Culture Mission to be an attractive industrial company in our segments and target markets by supporting our people to realize their potential, cope with the everyday stresses of life, and work productively.

Ethics & transparency

Code of Conduct Governance ISO Certifications Responsible Procurement Trade Compliance







We firmly believe in upholding high ethical standards at every level of our organization.

We have made the **Code of Conduct** mandatory for not only our employees but also our suppliers and customers.

By adhering to these principles, we promote a responsible and sustainable business environment.

100%

of our employees signed the Code of Conduct in 2024**.

Target 2025*: 100%

*Group targets ******Divisional Headquarter <u>ද</u> දුරු

To act with transparency and full alignment towards our commitment to sustainability, we have established a dedicated governance structure, and created in 2021 a Sustainability Steering Committee.

Led by our Sustainability Manager and overseen by the President and Vice Presidents, this committee meets every 2 months and ensures that sustainability decisions are consistent and implemented.

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Ethics &

Governance

These meetings serves as a platform for monitoring and making decisions pertaining to sustainable development initiatives. It also fosters contributions to our overall organizational performance in terms of sustainability.







Responsible procurement

We expect our suppliers to have ESG standards. In this context, we have implemented specific actions^{**} **to support suppliers** in this engagement:

- In 2023, we started to evaluate our top 20 suppliers with a simple questionnaire.
- In 2024, we signed a contract with ecovadis to evaluate our suppliers on their ESG performance. Currently, 34% have been evaluated and 2027 target is 75%.
- Dedicated teams are focusing on increasing the use of recycled material in our products in order to develop Circularity.



Olivier Dalicieux VP Operations



Trade compliance

As a responsible partner we also take **international** trade regulations very seriously. We have therefore created a specific organization to verify and secure our compliance to international regulations on all trades with our business partners.



Our triple ISO certification

Our Integrated Management System** is conform to three ISO certifications:

ISO 9001:2015

Quality Management System standard.

ISO 45001:2018

Occupational Health and Safety Management System standard.

ISO 14001:2015

Environmental Management System standard.







Committed to sustainability

