



### **ABOUT THE ESG ROADMAP TO 2030**

#### Roadmap structure

The ESG roadmap is organized according to Stahl's seven ESG commitments, which fall under the three ESG areas: Environment, Social, and Governance. For each commitment, targets and supporting KPIs for 2023, 2026 and 2030, are defined.

#### **ESG** commitments

- 1. Continuously minimize direct environmental impact and carbon footprint.
- 2. Ensure a safe working environment and a diverse culture for our employees.
- Consolidate Stahl's ESG leadership position by engaging with influential NGOs and IGOs on responsible coatings, positioning ourselves as a trusted and knowledgeable partner.
- 4. Nurture diversity and inclusion to continuously improve employee skills and company attractiveness.
- 5. Foster ethical behavior by providing training and robust compliance programs.
- 6. Select and engage with suppliers based on recognized ESG standards.
- 7. Promote a sustainable development mindset, to motivate employee throughout our organization.

#### **Targets**

The ESG targets listed in slides 3,4 & 5 have been agreed following consultation with multiple functions and departments including Operations, Sales, HR, SH&E, R&D, Procurement, Finance, and Legal & Compliance. The targets have been agreed by Stahl's leadership team and were updated in 2024 with new 2026 milestones.

### **Key Performance Indicators (KPIs)**

To track our progress, KPIs have been established for each of the agreed targets and are listed . Some of these KPIs have been in place for several years while some were established recently, to track our progress on more aspirational goals like gender balance, greenhouse gas emissions and ZDHC compliance.

### **UN Sustainable Development Goals (17 SDGs)**

Each target is aligned with one of the 17 UN Sustainable Development Goals (SDGs). This reaffirms our commitment to the UN Global Compact and its objectives.











































# **ESG ROADMAP - ENVIRONMENT**

ESG commitment	ESG area		2023 Target	2026 Target	2030 Target	КРІ	UN SDG
1 - Continuously minimize direct environmental impact and carbon footprint	Environmental footprint   Climate change mitigation   Reducing GHG emissions	Reduction in GHG emissions scope 1 and 2	Target submission approved by SBTi. Plans in place at the sites	28% reduction of scope 1 and 2 emissions vs 2021 base year	Reduce absolute scope 1 and 2 emissions 42% by CY2030 from 2021 base	Absolute GHG emissions scope 1, 2 and 3 (in tCO <sub>2</sub> e)	GOAL 13: Climate Action
		Reduction in GHG emissions scope 3	SCIENCE BASED TARGETS ON/992 AMB TOUS CORPORMET CLIMATE ACTEM	10% reduction of scope 3 emission vs 2021 base year	25% reduction of scope 3 emissions vs 2021 base		
		Safe Chemistry	New policy & procedure for priority substances	Progressive phase down of priority substances ahead of legislation	Progressive phase out of priority substances ahead of legislation	Priority substances as defined in our chemical management program	GOAL 03: Good Health and Well-being
	Environmental footprint   Climate change   Energy	Renewable energy located at or near Stahl factories	Three sites using on-site renewable sources (minimum 20% of total energy)	Four sites using on-site renewable sources (minimum 20% of total energy)	Six sites using on-site renewable sources (minimum 20% of total energy)	Percentage of self- generated energy / total,	GOAL 07: Affordable and Clean Energy
	Environmental footprint   Waste & water	Less waste, water consumption	Improve waste & water footprint (pending policy)	Global waste & water reduction targets established	Global waste & water reduction targets achieved	Waste & water generated per site	GOAL 12: Responsible Consumption and Production
	Climate resilience and adaption	Climate change related risks and opportunities	Implement Climate resilience and adaption plan	Climate physical risks plan in place for strategic manufacturing site including CapEx defined	Climate resilience and adaption plan implemented and updated	Climate resilience and adaption plan, gap analysis matrix & action plan (2023)	GOAL 13: Climate Action
	ESG Performance for products that integrate ESG based innovation	Safe chemistry (ZDHC)	80% of Stahl portfolio for the footwear, garment & accessories segment ZDHC certified by 2023	92% of total Stahl leather finish portfolio (sales) ZDHC certified and registered in Gateway	96% of Stahl leather finish portfolio (sales) ZDHC certified at the highest conformance level	Sales of Stahl products (% of total portfolio) at Level 3 ZDHC Gateway Conformance	GOAL 13: Climate Action
	Environmental footprint   Measuring	Environmental Impact data via Life Cycle Assessment (LCA) methodology	ISO 14044 LCA data for minimum 50 strategic products	Product Carbon Footprint data available for all strategic products. Full cradle to grave LCA for one product in a strategic segment(s)	LCA data collection, generation & calculation automated for all strategic products	Strategic products with available LCA data & CF data generation response time	GOAL 13: Climate Action
	Environmental management system and certification	ISO 14001 certification (environment)	ISO 14001 for all Stahl sites	ISO 14001 for all Stahl sites	ISO 14001 for all Stahl sites	Number of sites with ISO 14001 certification	GOAL 13: Climate Action



# **ESG ROADMAP - SOCIAL**

ESG commitment	ESG area		2023 Target	2026 Target	2030 Target	KPI	UN SDG
2 - Ensure a safe working environment and a diverse culture for our employees	Health and safety	Safe working environment (OHS) for Stahl employees and contractors at Stahl sites	Zero accidents, all Stahl locations & staff (including contractors)	Stahl locations & staff	Stahl locations & staff (including contractors)	TRIFR (total recordable injury frequency rate) LTIFR (lost time injury frequency rate) Severity rate	GOAL 03: Good Health and Well-being
		Safe working environment (OHS) for Stahl employees and contractors at Stahl sites	Each year: 100% of Stahl employees trained in safety & health behavior and policies	Each year: 100% of Stahl employees trained in safety & health behavior and policies	Each year: 100% of Stahl employees trained in safety & health behavior and policies	Percentage of employees trained in safety & health behavior and policies	GOAL 03: Good Health and Well-being
		Safety certifications and management system ISO 45001	ISO 45001 certification by 2030 all Stahl sites	ISO 45001 certification by 2030 all Stahl sites	ISO 45001 certification by 2030 all Stahl sites	Number of sites with ISO 45001 certification	GOAL 03: Good Health and Well-being
	Human capital	Talent attraction and retention, alignment between employee competencies and company needs	Introduction of the Employee engagement index & People Experience Survey	80% engagement with a positive trend in low engagement groups identified in survey	Employee engagement index, engagement of min 80% for whole workforce	Turnover rate - resignations only Employee engagement index	GOAL 08: Decent Work and Economic Growth
		Diversity, Equity and Inclusion & Talent attraction	KPI defined for wage gap difference and living wage for Stahl employees	Gender wage gap KPI & target & living wage target. Establish target for functional diversity workforce	Gender wage gap & living wage KPI & target achieved. Target for functional diversity workforce achieved	Wage gap % Living Wage Certification Functional diversity Workforce	GOAL 08: Decent Work and Economic Growth
3 - Consolidate Stahl's ESG leadership position by engaging with influential NGOs and IGOs	Societal Commitment	Commitments with external stakeholders to improve wellbeing in local communities via partnerships with associations, NGOs & sponsoring activities	One new relevant project with globally recognized IGO/NGO	Identify new relevant project with globally recognized IGO/NGO (e.g. water, packaging recycling, communities)	At least one relevant projects with globally recognized IGO/NGO	Projects with a globally recognized NGO/IGO	GOAL 17: partnerships for the goal



# **ESG ROADMAP - GOVERNANCE**

ESG area		2023 Target	2026 Target	2030 Target	KPI	UN SDG
Diversity in Leadership	Gender balance in leadership positions	One female (minimum) member in the Stahl Leadership Team	Two females (minimum) in the Stahl Leadership team	Gender balance (30% minimum in the defined genders)	Percentage men - women in the Stahl leadership team	GOAL 05: Gender Equality
	Gender balance in leadership positions	25% (minimum) female representation in Stahl's Extended Leadership Team & Heads of function, as defined in the HR Professional System	25% female representation in Extended Leadership Team & Heads of function, as defined in the HR Professional System	33% female representation in Extended leadership team & Heads of function, as defined in the HR Professional System	Percentage men - women in extended leadership and heads of function	GOAL 05: Gender Equality
Corruption and bribery	Adherence to the Stahl Code of Conduct, laws and policies in place, identification and	Each year: 100% of Stahl employees trained in anti-corruption and bribery	All employees trained in Code of Conduct	All employees trained in Code of Conduct	Percentage of employees trained	GOAL 03: Good Health and Well- being
	reporting of incidences	100% of the whistleblower cases treated	100% of whistleblower cases treated	100% of whistleblower cases treated	Number of whistleblower cases treated	
ESG performance - supply chain	Supplier performance on ESG topics and risks	External rating for top 10 suppliers in EcoVadis: minimum rating of 60/100 (based on spend/€)	Eliminate suppliers with scores below 40 from our supply chain. Proactive engagement with strategic suppliers to increase their rating	External rating for all rated suppliers in EcoVadis: minimum bronze rating (based on spend/€)	EcoVadis rating of suppliers	GOAL 12: Responsible Consumption and Production
ESG performance – supply chain	EcoVadis rating for Stahl	Maintain Platinum EcoVadis rating	Maintain Platinum EcoVadis rating	Maintain Platinum EcoVadis rating	EcoVadis rating of Stahl	
ESG Strategic priority	Link ESG objectives to Executive and Management incentive bonus plans	Incentive bonus plans to include ESG targets	ESG Incentive for all employees with a bonus plan	ESG Incentive for all employees with a bonus plan	Bonus plan includes ESG objectives	All SDGs
	Diversity in Leadership  Corruption and bribery  ESG performance - supply chain	Diversity in Leadership  Gender balance in leadership positions  Gender balance in leadership positions  Gender balance in leadership positions  Adherence to the Stahl Code of Conduct, laws and policies in place, identification and reporting of incidences  ESG performance - supply chain  ESG topics and risks  ESG performance - supply chain  ESG Strategic priority  Link ESG objectives to Executive and Management	Diversity in Leadership  Gender balance in leadership positions  Gender balance in leadership positions  Gender balance in leadership positions  Z5% (minimum) female representation in Stahl's Extended Leadership Team & Heads of function, as defined in the HR Professional System  Corruption and bribery  Adherence to the Stahl Code of Conduct, laws and policies in place, identification and reporting of incidences  ESG performance - supply chain  ESG topics and risks  Extended Leadership Team & Heads of function, as defined in the HR Professional System  Each year: 100% of Stahl employees trained in anti-corruption and bribery 100% of the whistleblower cases treated  External rating for top 10 suppliers in EcoVadis: minimum rating of 60/100 (based on spend/€)  ESG performance – supply chain  ESG Strategic priority  Link ESG objectives to Executive and Management  Incentive bonus plans to include ESG targets	Diversity in Leadership  Gender balance in leadership positions  Z5% (minimum) female representation in Stahl's Extended Leadership Team & Heads of function, as defined in the HR Professional System  Corruption and bribery  Adherence to the Stahl Code of Conduct, laws and policies in place, identification and reporting of incidences  ESG performance - supply chain  ESG topics and risks  External rating for top 10 suppliers in EcoVadis: minimum rating of 60/100 (based on spend/€)  ESG performance - supply chain  ESG Strategic priority  ESG Strategic priority  Link ESG objectives to Executive and Management in Incentive bonus plans External lemployees with a bonus plan  Two females (minimum) in the Stahl Leadership Team & Stahl Leadership Team & Stahl Leadership Team & Heads of function in Extended Leadership Team & Heads of function, as defined in the HR Professional System  Extended Leadership Team & Heads of function, as defined in the HR Professional System  All employees trained in Code of Conduct  100% of whistleblower cases treated  Esch year: 100% of Stahl employees trained in Code of Conduct  100% of whistleblower cases treated  External rating for top 10 suppliers with scores below 40 from our supply chain. 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