



# Sustainability Morning

5 November 2020



Economic downturn Climate Change

Corona

## Caverion drives sustainable impact



We deliver sustainable outcomes for our customers 2

Our sustainability targets are in line with our strategy and purpose



We have set clear actions and KPIs to reach the targets







# **Our purpose:**

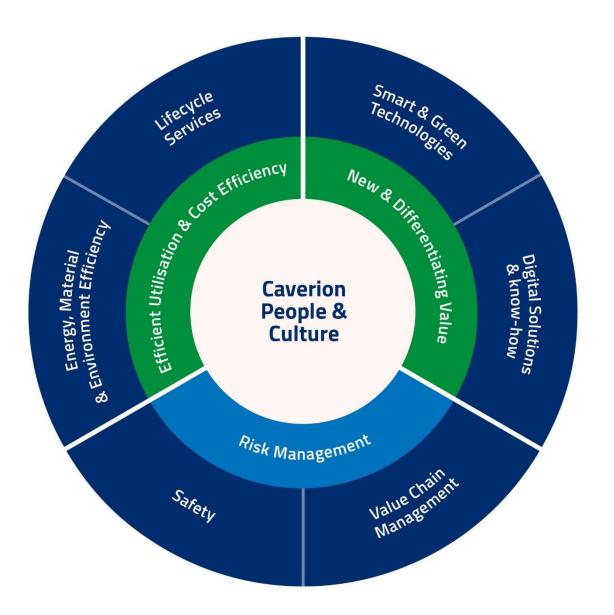
Enabling performance and people's wellbeing in smart and sustainable built environments

## We have a comprehensive approach to sustainability



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## Focus areas:

- Our business makes sustainable impact
- We care for our employees and enable their continuous success
- We ensure efficient and high-quality implementation of sustainability

## From actions to impact



2030



## 2025 targets and KPIs

## Action plan 2021-2025



## Defined sustainability focus areas



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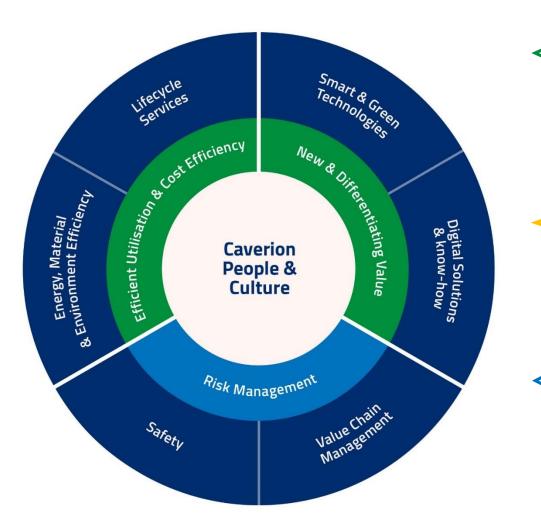
G

100%

100%

50%

0%



Focus areas	2019 level	2025 level
Our business makes sustainable impact		
Our carbon footprint is defined and measured	66%	100%
Our offering has a defined carbon handprint	-	100%
Carbon handprint / footprint (Scope 1-2)	>1x	5x
We care for our employees		
Accident frequency rate: LTIFR	5.3	<2
Share of female employees %	11%	15%
We ensure efficient and high-quality implementation of sustainability		
Supplier Code of Conduct sign-off rate (%)	55%	>90%

% of employees trained in sustainability

% of tenders that include sustainability criteria

By 2030...



# Our positive carbon <u>handprint</u> is **10X** greater than our own carbon <u>footprint</u>

Examples of actions for improving handprint and footprint



## Increase carbon handprint (+)

- > Accelerate innovation and development and related advisory services
- > Increase **sustainable solutions'** revenue share
- > Active dialogue with customers, investors, supply chain, employees
- > Enhance data collection and reporting

# Decrease carbon footprint (-)

- > Train employees
- Sustainable service route planning and vehicle fleet
- > Climate neutral office buildings
- > Sustainable supply chain management
- > Circularity and resource efficiency
- > Eco-friendly work travel and commuting

# Our solutions along the lifecycle create sustainable impact

#### Caverion Building Performance

#### Direct sustainability impact through:

- > Lifecycle engagement via outcome-based contracts, EPC etc
- Solution projects with smart tech, e.g. refrigeration, security, automation; upgrades and modernisations
- > **Advisory services**, e.g. Smart readiness indicator, energy advice, sourcing of subsidies
- Digital services, e.g. remote center, analytics (SmartView)
- Financing solutions, e.g. including leasing solutions

### Digital, data-driven, analytics focused integrated solutions



Traditional project & service business and technical discipline expertise

### Stimulus packages and legislation

are in all our countries supporting sustainable investments

#### Examples:

- > EU EUR 750bn stimulus package
- > EU F-gas regulation
- > EU taxonomy
- > EPBD directive
- > EU green stimulus package
- > Konjunkturpaket Germany
- > Klimatklivet Sweden

# Case Sweden: Energy Performance Contracting (Nordanstig, Sweden)

#### **Customer need**

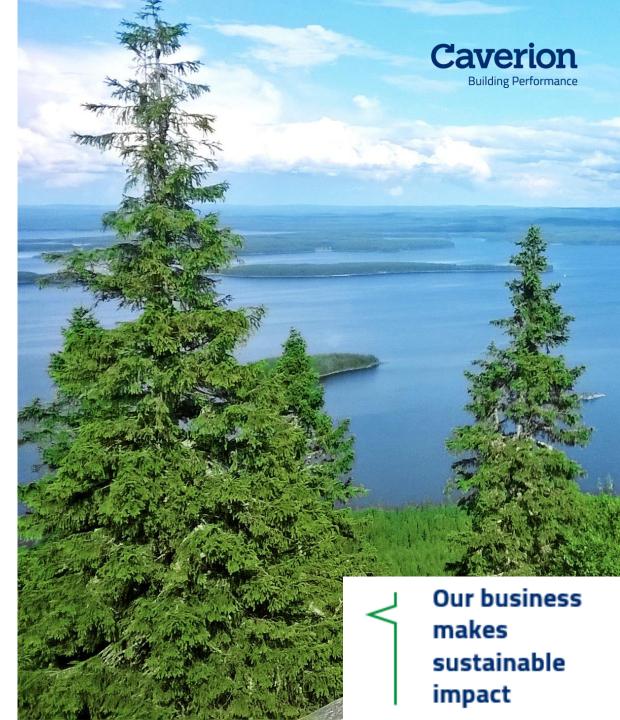
- > Further sustainability and reach the UNGC Agenda 2030 goals
- > Ambition: 100 % renewable energy in buildings

#### Solution

- Comprehensive analysis of energy usage with holistic sustainability focus
- > Implement measures with savings guarantee

#### **Customer benefit**

- > Energy-savings cut maintenance costs and improve the residents' environment
- > Investments financed through savings in energy costs
- > Savings aim for 400 000 €/a and 20% energy usage reduction
- > We help the Nordanstig municipality to reach their UNGC goals



# Case Finland: Veho's CO<sub>2</sub> reduction targets for 2025 were reached in 2018

### **Customer need**

> Significant energy savings and 2025 CO<sub>2</sub> emission reduction targets

### Solution

- > Long-term strategic partnership including property management, energy management, technical maintenance
- > Energy savings via modernizations of lighting systems, upgrading and optimization of HVAC systems, optimization of building automation systems

### **Customer benefit**

- > **14 400 MWh** saving in energy in the past three years
- > **3200 tons / 17%** decrease in CO<sub>2</sub> emissions in the past three years
- > **53%** return on investment



Our business makes sustainable impact

# Case Norway: Fostering gender equality

- > Making Caverion a more attractive work place for women
  - > **Created** a women's network in 2018
  - > Requested suppliers to deliver female and pregnancy work clothes
  - > **Requested** our customers to set up own wardrobes for women
  - > **Highlighted** how the construction industry is a family friendly industry with good working hours and good pay
- > **Launched** an internal awareness campaign #IsItOkay about sexual harassment and inappropriate language
- > **Partnering** with gender equality organisations
- > **Started** measuring ratios for female managers, apprentices and skilled workers
  - Share of female apprentices has increased to 9% in 2020 (2018: 3%)



# Case Germany: Committing the supply chain to sustainability

- All new suppliers and existing suppliers with growing volumes are required to sign our comprehensive Supplier Code of Conduct (<u>SCoC</u>)
- > In Caverion Germany an average of 50 SCoCs are added each month
- > Critical suppliers receive physical audits at their location
- > All of the tools implemented along the Supply Chain Processes significantly raise and ensure supplier sustainability



# We are committed to UN Global Compact and other initiatives

## **Current development**

 Commitment to UN Global Compact and UN SDG's in 2020



TCFD

 Aligning with EU taxonomy and considering TCFD recommendations







- > Complied in the sustainability report
- > EU nonfinancial reporting



GRI

Nasdaq ESG
Transparency partner



## Latest ratings (score)

- > ESG Risk rating: Low risk (4/2020)

**Gewei** 

> A (12/2019)

Governance: 1

(1 Nov. 2020)

C (2019)

> C (NP)

>

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- ESG RATINGS
- ISS ESG ⊳



## Summary: committed to ambitious targets with concrete actions



12We deliver sustainable outcomes<br/>for our customersOur sustainability targets are in line<br/>with our strategy and purpose



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Our sustainability focus areas

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# Let's hear your questions

## Feedback form: <u>https://fal.cn/cavsust2020</u>





