



**Towards a carbon-
neutral world**



Responsibility is worth it

Responsible business provides an opportunity to do business in the future as well. That is why responsibility fits well with the values of a family business. We want to secure the business for future generations in a way that future generations still have a clean and safe environment to live in. Although we are a small company on a global scale, we have wanted to be a pioneer. That is why we have made carbon neutrality a key part of our strategy.

We set ourselves the goal of achieving carbon neutrality in 2025, which was already considered a very ambitious idea. As the project progressed, we found that we could get there much faster.



Switching to renewable energy reduces the Group's emissions by 89 per cent.

The first concrete step of our environmental project was to start measuring our emissions. Based on our preliminary calculations, we were able to identify our most significant emission sources. By far the largest of these was the energy use of our plastic factories. The second-largest source of emissions was commuting to and from work.

From the beginning of 2020, we switched to electricity generated by hydropower, solar and wind power in Finland, and will also implement this in Estonia at the beginning of 2021. Switching to renewable energy reduces the Group's emissions by 89 per cent.

We also changed our Group's car policy so that our employees who drive low-emission company cars are paid EUR 150/month more in total pay. In this way, leasing agreements for new company cars have been channelled almost entirely into hybrid or all-electric cars. Although we have succeeded significantly in reducing our carbon footprint, our business will inevitably generate emissions. To compensate for this, we acquired almost 500 hectares of forest at the end of 2019 and begun to grow this forest area as a carbon sink with the principle of continuous cover forestry.

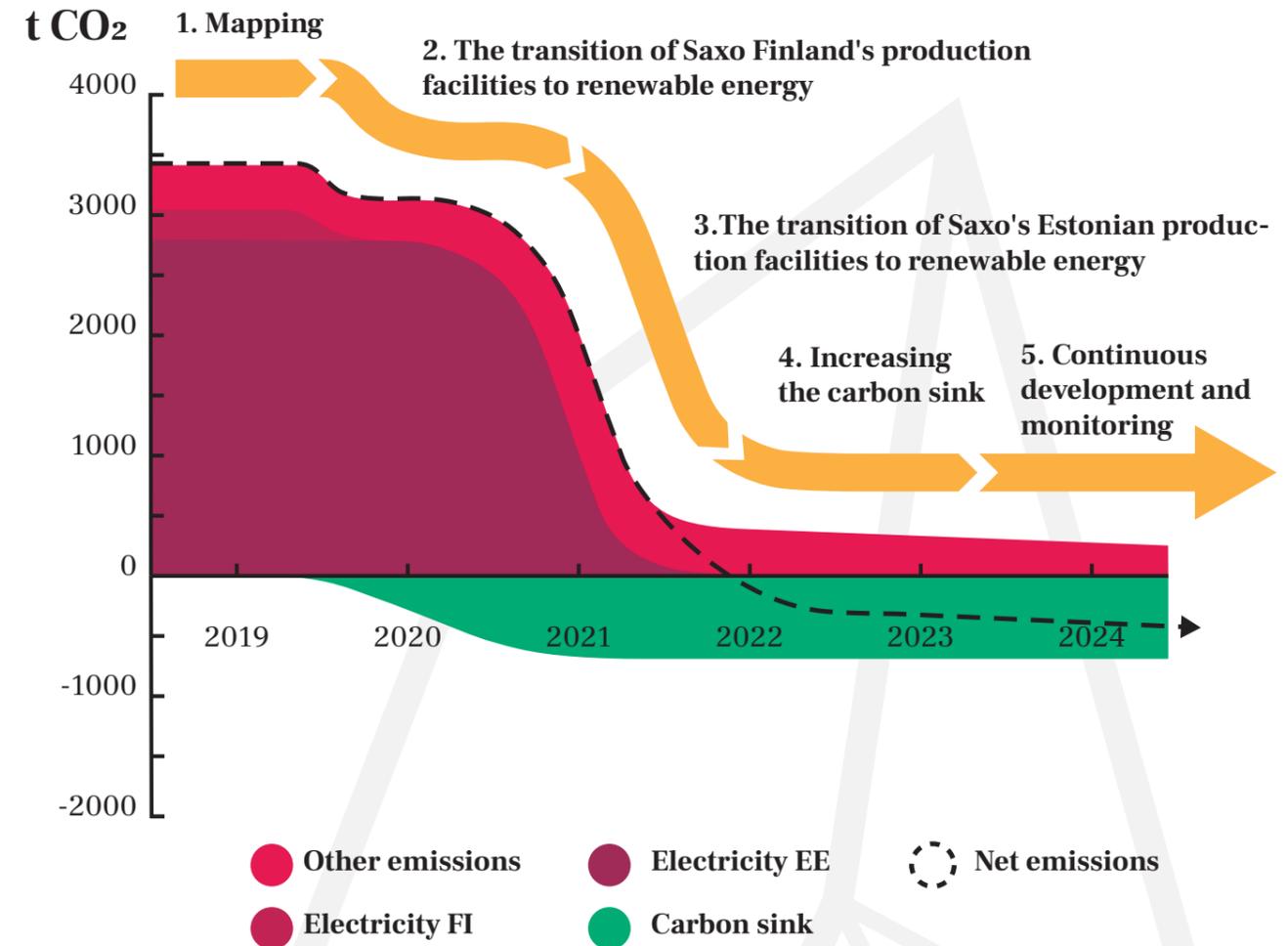


For us, responsibility means concrete actions

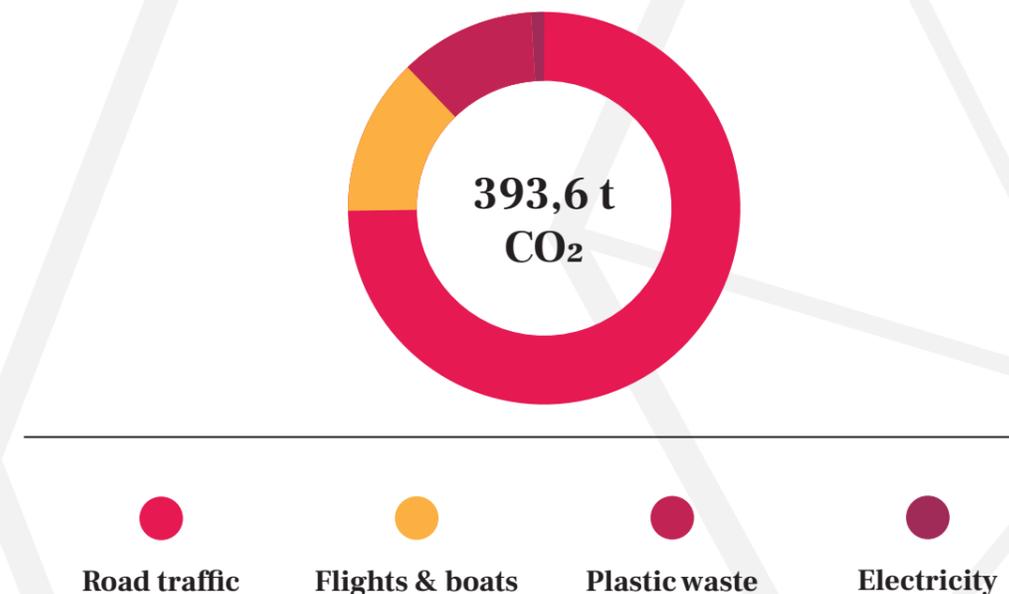
According to our current calculations, we will achieve our carbon neutrality objective already in 2021, and we are very proud of this! However, that is not the end of the process, next we will further develop the use of waste material, waste sorting and invest in our own photovoltaic systems.

For us, responsibility means concrete actions that are of great importance in our field of operation. At the same time, we are happy and proud to tell you about them. You don't have to be a big company to be a pioneer!

Jari Vuorinen, CEO



Saxo's carbon footprint in 2021

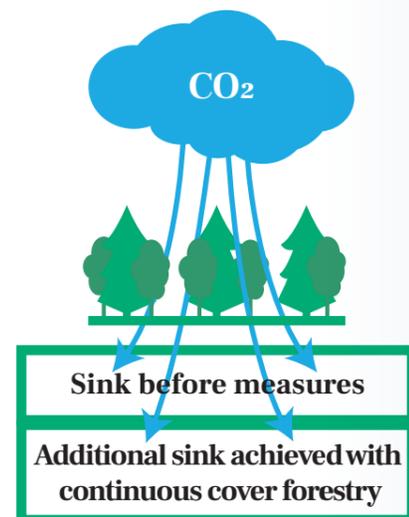
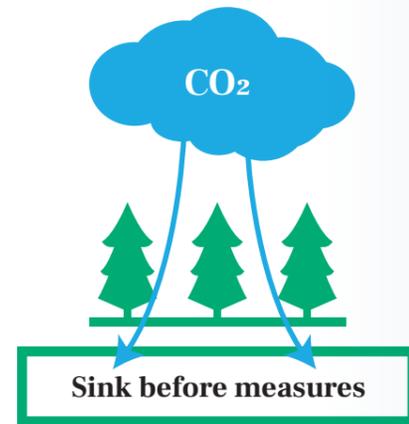




Properly managed forest a better carbon sink

A growing forest actively sequesters carbon dioxide from the atmosphere. The forestry method can affect how much carbon dioxide is sequestered annually.

The forest owner can choose a forestry method that increases the carbon sink. In the future, Saxo's forest areas will be managed using the continuous cover forestry method so that the forest will sequester more carbon dioxide than before.



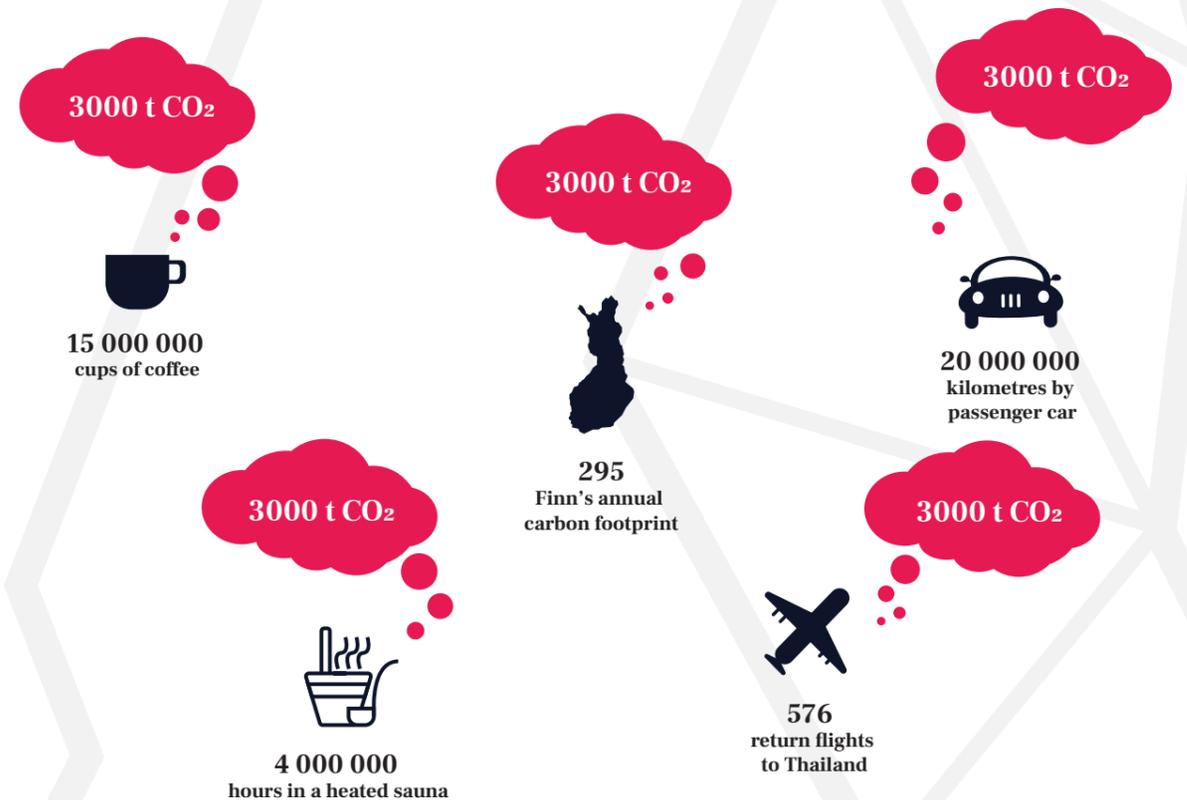
“ We manage the forest purposefully to maximise the carbon sink

How much is 3,000 t CO₂?

We have managed to reduce our emissions by about 3,000 tonnes from the 2019 level. As emission figures are difficult to discern on this scale, we have collected a few examples below illustrating Saxo's emission reductions in a concrete way.



Saxo's emission reductions as examples



-89%

With a determined environmental strategy, we have succeeded in reducing our carbon dioxide emissions by 89% in two years. By continuing this long-term environmental work, we will achieve carbon neutrality as early as spring 2021.

At the same time, we ensure the continuity of our business sustainably and enable the preconditions for future generations to succeed.



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