Responsible Sourcing Policy

Policy owner	Contact for questions	Date of last review
Chief Supply Chain Officer (CSO)	Global Sourcing & Procurement and Equipment Sourcing & Procurement	2 March 2026

Content

1 PREAMBLE 3

2 SCOPE 3

3 CORE PRINCIPLES 3

4 TOPICS: RESPONSIBLE SOURCING 4

4.1 Responsible suppliers 4

4.1.1 Relevance 4

4.1.2 Overarching commitment 4

4.1.3 Targets 5

4.1.4 Implementation approach 5

4.1.5 Specific responsibilities 6

4.1.6 Reference to policies 6

4.2 Sustainable raw material sourcing 6

4.2.1 Relevance 6

4.2.2 Overarching commitment 7

4.2.3 Targets 8

4.2.4 Implementation approach 8

4.2.5 Specific responsibilities 9

4.2.6 Reference to policies 9

4.3 Energy sourcing 10

4.3.1 Relevance 10

4.3.2 Overarching commitment 10

4.3.3 Targets 10

4.3.4 Implementation approach 10

4.3.5 Specific responsibilities 10

4.3.6 Reference to policies 10

4.4 Sustainable logistics 11

4.4.1 Relevance 11

4.4.2 Overarching commitment 11

4.4.3 Targets 11

4.4.4 Implementation approach 11

4.4.5 Specific responsibilities 11

4.4.6 Reference to policies 11

5 CHANGES TO THIS POLICY 12

1 Preamble

SIG is a leading solutions provider of packaging. With our unique portfolio of aseptic carton, bag-in-box, and spouted pouch, we work in partnership with our customers to bring food and beverage products to consumers around the world in a safe, sustainable, and affordable way. Sustainability is integral to our business, we strive to create a regenerative food packaging system and to deliver scalable, systemic positive impacts – for society, the environment, and our business.

SIG strives to be a leader in Responsible Sourcing in the packaging industry and has set a clear responsibility roadmap with defined activities and targets as part of its sustainability approach. Through our efforts, we aspire to drive systemic change in the industry by fostering responsible sourcing in our supply chain, with our suppliers and beyond. The SIG Global Responsible Sourcing Policy has been developed to outline our commitments, goals, and approaches for sustainability topics within the area of responsible sourcing identified as strategic or material. In this sense, it defines the basis of our sustainability approach.

Adherence to international standards and frameworks:

This Policy is informed by, and aligned with, the United Nations Global Compact (UNGC) Ten Principles, the United Nations Sustainable Development Goals (SDGs), the UN Guiding Principles on Business and Human Rights (UNGP), and the OECD Due Diligence Guidance for Responsible Supply Chains from Conflict-Affected and High-Risk Areas. It follows recognized international standards and incorporates guidance from the Global Reporting Initiative (GRI 308: Supplier Environmental Assessment, 414: Supplier Social Assessment) and the European Sustainability Reporting Standards (ESRS). It also reflects requirements under Swiss law, including Articles 964j-k of the Swiss Code of Obligations and the Swiss Ordinance on Due Diligence and Transparency in relation to Minerals and Metals from Conflict-Affected Areas and Child Labour.

The Policy is supported by systematic due diligence and risk assessment methodologies, including EcoVadis IQ Plus risk screening, EcoVadis Ratings, and SEDEX SMETA (Supplier Ethical Data Exchange – Members Ethical Trade Audit) 4-Pillar audits, complemented by double materiality assessments and conflict minerals reporting templates (CMRT). These tools ensure that the policy addresses salient environmental, social, and governance risks across the supply chain and focuses on the most relevant topics for responsible sourcing.

Periodic reviews, external assessments, and certification audits—such as FSC™ (Forest Stewardship Council) Chain of Custody certification for paperboard, ASI (Aluminium Stewardship Initiative) certification for aluminum, and ISCC PLUS (International Sustainability and Carbon Certification PLUS) for polymers and renewable feedstocks—maintain alignment with international standards and regulatory requirements, ensuring continuous improvement and accuracy.

2 Scope

The principles and commitments outlined in this Global Responsible Sourcing Policy apply to SIG Group AG, all its subsidiaries, and controlled entities ("SIG"), unless otherwise indicated. We expect all our employees to understand and adhere to them, and we engage with our suppliers and business partners to ensure that they understand, uphold, and promote these principles, while also supporting SIG's commitments.

3 Core principles

- **Conduct** business in an ethically, morally, and socially responsible manner, use good business practices and ensure respect for SIG's fundamental values of trust and integrity when conducting business, as set out within the SIG Code of Conduct.

- **Strive to apply** a due diligence approach, informed by the OECD Due Diligence Guidance for Responsible Supply Chains and the UN Guiding Principles for Business and Human Rights to identify, prevent, mitigate, and account for how SIG addresses actual and potential negative impacts of sourcing decisions in its supply chains.
- **Define** a corporate policy position on all relevant responsible sourcing topics.
- **Allocate** roles, responsibilities, and resources within the company for managing material responsible sourcing topics.
- **Set** goals on relevant responsible sourcing topics, measure and evaluate performance against SMART targets and ensure continuous improvement.
- **Identify**, systematically analyze, and regularly review actual and potential negative impacts in the supply chain.
- **Implement** effective measures to achieve targets, maximize positive impacts, and prevent or minimize risks of negative impacts on people and the environment in our supply chains, by fostering compliance with applicable law, supra-national-regulation and prevalent industry standards.
- Responsibly and transparently **engage** with all relevant stakeholders in developing, managing, and communicating corporate responsible sourcing standards, processes and activities, including by establishing channels for voicing complaints and grievances.

4 Topics: Responsible Sourcing

4.1 Responsible suppliers

4.1.1 Relevance

Managing supply chain risks by ensuring we work with responsible suppliers is a key foundation for our ambition to create a regenerative food packaging system and having a positive impact on society and the environment across our value chain. Our engagement focuses on significant suppliers[1]. These suppliers influence our business through their potential to affect our ability to meet customer needs, through the high volumes we purchase from them or through the sustainability risks identified in the supply chain.

Sustainability risks are potential negative impacts in our supply chain which can encompass a variety of environmental, climate, nature-related and social issues. For example, the sourcing of wood-based materials may drive deforestation and forest destruction, negatively impacting forest ecosystems, biodiversity and climate if not conducted in a sustainable manner. Metal mining may interfere with the natural habitats of species and harm biodiversity in the area, while fossil fuel extraction for polymer production can disturb wildlife in both marine and terrestrial environments. Negative impacts in our supply chain may also result from indigenous and human rights violations, such as those related to child labor or forced labor.

Demonstrating that our suppliers uphold SIG's high ethical, labor, safety and environmental standards is critical to meeting customer expectations, current and upcoming regulatory requirements, and investor demands.

4.1.2 Overarching commitment

- We are committed to assessing and monitoring our supply chain risks as well as actual or potential impacts on the environment and society.
- We are equally committed to foster adherence to our requirements by our significant suppliers.
- We strive to enable long-term development of a supplier base which support our approach towards a regenerative packaging solution. Additionally, we are committed to screening new suppliers for our business.

- In addition, we also uphold the commitments outlined in our Human Rights, Labor and Community Engagement Policy, ensuring respecting and promoting human rights in our supply chains.

4.1.3 Targets

SIG's goals for responsible suppliers are:

- Ensure 100% of significant suppliers[1] accept our Supplier Code of Conduct or have an equivalent code in place, by 2030.
- Ensure 50% of our significant suppliers[1] will have participated in Human Rights training, by 2030.
- Provide regular training (at least every two years) on ethical supplier standards and sustainable sourcing to all employees who interact frequently with suppliers, by 2030.

4.1.4 Implementation approach

SIG's approach to responsible supplier practices is defined in the respective Responsible Sourcing Directives and consists of the following elements: 1) commitment to SIG's Supplier Code of Conduct, 2) risk screening, 3) supplier development and 4) escalation and resolution of conflicts with suppliers that are unable to meet requirements.

All significant suppliers are required to comply with the SIG Supplier Code of Conduct or an equivalent code. The document outlines our minimum expectations on ethical, social, and environmental aspects for our suppliers and supply chain.

SIG applies risk screening to all suppliers on social and environmental aspects, including human rights, labor rights, resource use and environmental pollution. The purpose of the risk assessment is to determine whether significant sustainability impacts can be identified for suppliers based on their industry, products manufactured and geographic location. The screening evaluates potential adverse impacts related to labor and human rights, environmental performance, sustainable procurement and ethics. We assess these sustainability topics based on the risk data in the EcoVadis IQ Plus platform. The risk data evaluates suppliers based on available supplier data, media screening, and country- and industry-specific risk data from external sources. Additionally, business relevance is considered. High-risk (or significant) suppliers are assessed more thoroughly through a concrete assessment of their performance and transparency, using self-assessments, external certifications, and common industry tools such as SEDEX SMETA audits and EcoVadis Ratings platform. The frequency of these assessments depends on the supplier's performance. Our double materiality assessment in 2024 identified, and the review of material topics in 2025 confirmed, that our supply chain faces challenges related to gender inequality, workplace harassment, and disability inclusion. Health and safety concerns, along with job insecurity, continue to persist in the chemical and raw materials extraction industries. Our commitments reinforce human rights standards by prohibiting forced and child labor.

SIG requires suppliers to improve their performance if they do not meet SIG's responsibility requirements. If issues or concerns related to human rights are identified within the supply chain, we engage with suppliers to support improvement through corrective action plans. Insufficient progress triggers an escalation process, where measures for the remediation or resolution of the conflict are defined. A supplier's inability or unwillingness to improve may lead to the termination of the business relationship in accordance with our contractual terms. Any remedial actions should be consistent with ILO standards and the latest best practice guidance. To adequately prepare our global, regional, and local procurement teams for working with direct and indirect suppliers, we provide training on responsible sourcing and, where relevant, auditing requirements, processes, and tools every other year.

[1] Significant suppliers are those identified through EcoVadis IQ Plus as having elevated human rights and environmental, social and governance risks based on criteria such as overall risk level, relevance to regulatory requirements (e.g. supply chain due diligence), and priority for action on issues like modern slavery. Further, the criteria of spend level and criticality are assessed in the selection process

Our approach to human rights due diligence, guided by the UN Guiding Principles on Business and Human Rights and the relevant OECD frameworks, is described in more detail in the Human Rights, Labor, and Community Engagement Policy.

Our suppliers of forwarding services, which are addressed more specifically in our approach to sustainable logistics within this Policy, are indirect suppliers and therefore covered by the approach described in this section. Lastly, we are working to integrate the indirect and equipment suppliers of our bag-in-box and spouted pouch business units into this approach.

4.1.5 Specific responsibilities

Responsible supplier management is led by the Vice President of Global Sourcing and Procurement (GSP) and his team, and is supported by the GSP Framework, Global Corporate Responsibility team, Group Legal team, and Group Quality Management team.

Responsible supplier practices within the Global Assembly machine business follow comparable rules and are managed by the Equipment Sourcing and Procurement team (ESP), led by the Head of Global ESP. This team is supported by the ESP Framework, Global Corporate Responsibility team, Group Legal team, Quality Management Equipment team and Global Technology team.

4.1.6 Reference to policies

SIG's approach to managing impacts from supplier activities is closely linked to the Supplier Code of Conduct, the SIG Global Human Rights, Labor and Community Engagement Policy and the SIG Global Environment, Health, and Safety Policy. Our process on supplier performance assessment is described in more detail in our Responsible Sourcing Directives.

4.2 Sustainable raw material sourcing

4.2.1 Relevance

Over-exploitation of natural resources is increasingly impacting our global ecosystems, thereby accelerating environmental depletion, negative impacts on nature and biodiversity and global warming. At SIG, ecological responsibility is firmly anchored in our principles and, as an international manufacturing firm, we recognize our responsibility to address these challenges. Our efforts to source more certified and renewable materials contribute to our aim to create a regenerative food packing system, mitigating and adapting to climate change, while also supporting thriving forests with all their ecosystem services, as well as other ecosystems. At SIG, the sourcing of raw materials is approached from the perspective of scarcity. Thus, all materials are used as minimally as possible and recycled when not used.

The battle to tackle climate change and avoid biodiversity loss has stimulated a much deeper understanding of the importance of forests to the world's health and prosperity, and the way forests are managed is vitally important to the local environment and the people who live nearby. Forests and other natural ecosystems are critical for carbon storage, biodiversity protection, water supply, mitigation of natural hazards, adaptation to climate change, and sustaining the wellbeing of Indigenous peoples and local communities.

We do not own our wood supply but purchase a specialty paperboard product called Liquid Packaging Board (LPB), which we use for the manufacturing of carton packaging. Paperboard makes up around 70-80% of each SIG aseptic carton pack on average.

By ensuring responsible replenishment of our raw materials and the implementation of responsible management practices across our value chain, we strive to reduce the environmental footprint of our packs, maintain the biological diversity, ecological functions, and integrity of forests, and support the transition to a circular economy. This has a positive impact within our own value chain and beyond by enhancing environmental and social responsibility, stewardship, and traceability, while also raising consumer awareness and demand for certified products

through recognized product labelling. At the same time, this approach helps us to continue to meet customer needs- now and in the future. Furthermore, our commitment to sustainable resources is well-aligned with our brand image and growth potential that we deliver to our consumers and shareholders.

We aim to increase the circularity of our packaging by simplification of the packaging structure, increasing the paper content, using raw materials from production residues and side streams as well as from industry and household waste. By this we are enhancing the environmental credentials of our packs and creating a regenerative food packaging system. This, in turn, can encourage suppliers to make such materials more widely available for our industry and beyond. In this sense, we are mitigating the risk of losing a reliable source of supply of raw materials by sourcing them sustainably for the long term.

In our Global Assembly SIG Filling Machines, we assemble filling machines for our carton packs and bag-in-box and spouted pouch business units and operate a warehouse for assembly and spare-parts business. The parts assembled can contain minerals such as tin, tungsten, tantalum and gold. The natural abundance of these minerals can overlap with conflict regions where armed groups fight for control of mines and use forced labor to extract and sell the minerals, which in turn funds ongoing violence. Therefore, the minerals are referred to as "conflict minerals". SIG recognizes its responsibility to provide transparency on the minerals contained in the supply chains of its products.

4.2.2 Overarching commitment

- We are committed to lead the way in providing regenerative packaging solutions which contribute to reverse nature loss to foster a shift to a "nature-positive" economy.
- We only accept deforestation and forest destruction free raw material supply.
- We collaborate with key A-material suppliers to meet our science-based targets for Nature by 2030, representing two thirds of the A-materials procurement spent.
- We partner with our key raw material suppliers on forest landscape restoration and improved management of forest landscapes.
- We commit to decarbonize our value chain in line with climate science.
- We are committed to sourcing raw materials for our packaging (paperboard, plastic, aluminum foil) from sources certified to the highest standard as responsibly managed and we strive to encourage our suppliers to increase their responsible sourcing activities.
- We are equally committed to mitigating potential, and if we identify them, actual negative impacts in our raw material sourcing. We are doing so by striving to ensure compliance with local and national laws and considering economic, environmental, and social values – meaning not sourcing illegally, in violation of traditional and civil rights or threatening forest ecosystems' functions and biodiversity- more widely.
- Our ambition is to make all our packs exclusively with renewable, circular or recycled materials, using only renewable energy, and strive that every packaging is recycled – all to help create more resources for future generations.
- We commit to ensure that our forest based raw material liquid packaging board does not contribute to forest destruction and deforestation and is certified to the highest global forest certification scheme, the Forest Stewardship Council (FSC ™). Responsibly managed forests help to store carbon, regulate the climate, prevent deforestation, and forest degradation, thereby supporting eco-system functions and biodiversity (see Biodiversity in EHS Policy). FSC™ certification also ensures that the rights of workers, local communities, and Indigenous peoples are respected. Both commitments include systematic monitoring and assessment of our reliance on natural systems and ecosystem services, as well as the actual or potential impacts on the environment and society that can occur in our supply chain and to manage respective risks. By understanding these dependencies, we aim to enhance resilience, minimize environmental impacts, and promote long-term stewardship of the ecosystems that support our business activities. This approach aligns with global standards for assessing and managing natural capital risks and opportunities.

4.2.3 Targets

SIG's goals for sustainable raw material sourcing are:

- Maintain 100% FSC™-certified supply of paperboard and 100% ASI™-certified supply of aluminum foil for our cartons[2]
- Increase transparency in LPB and wood sourcing by public information on the SIG webpage.
- 100% A-materials[3] from certified sources (FSC™, ASI and ISCC PLUS[4]) by 2030
- Assess SIG impacts and dependencies on nature and set a science-based target for nature in the SBTN framework until 2027.
- Collaborate with key A-material suppliers to meet our science-based targets for Nature by 2030, representing two thirds of the A-materials procurement spent.
- Engage with suppliers regarding pollution mitigation roadmaps (avoid, reduce, restore & regenerate) and monitor progress annually (as of 2027).
- Partner to create, restore, protect, or improve management of at least 650,000 additional hectares of forest beyond what we need to make our products[5] by 2030.
- Use of renewable second-generation feedstock-based polymers and recycled polymers
- Select the polymer suppliers with lowest CO2eq.

4.2.4 Implementation approach

SIG uses raw materials from renewable sources such as LPB and non-renewable resources including polymers, aluminum, ink, solvents, mineral and fossil resources. We are working to replace virgin and fossil-based materials with renewable and recycled alternatives. When sourcing our materials, we prioritize those with third-party verified certifications that enable traceability to responsible sources, while independent auditors verify compliance. In line with our Responsible Suppliers Commitment (see Responsible Suppliers in this Policy), we are committed to monitoring and assessing our supply chain risks, and to identifying and managing actual or potential impacts on the environment and society. We periodically review our purchasing practices to ensure sustainable and ethical sourcing. The ongoing review process helps us to identify and mitigate potential conflicts while maintaining our commitments.

The environmental and social requirements for our main raw materials are defined in our purchasing policies for aluminum, LPB and polymers. Furthermore, we apply strict social, environmental, and ethical standards to every supplier we work with, and we have strengthened our procedures to check compliance among our significant suppliers (see responsible suppliers in this policy).

We require all our aluminum foil suppliers to meet ASI Certification (Aluminium Stewardship Initiative) requirements and complete ASI Certification as well as the use of industry scrap when post-consumer waste use is not feasible. This also supports our Climate+ ambition as aluminum comprises a significant portion of our supply chain emissions and ASI Certification sets strict limits for greenhouse gas (GHG) emissions.

---

[2] Target wording revised to clarify that it only applies to our cartons (aseptic and chilled). Our cartons use paper-based liquid packaging board, referred to throughout as "paperboard". Our supply chains for bag-in-box and spouted pouch solutions are not connected to forest-based materials as we do not manufacture or sell the cardboard box of our bag-in-box solutions.

[3] A-materials are the raw materials that go directly into our packs: paperboard, polymers, films, aluminum foil, ink and solvents for aseptic cartons; paperboard, polymers, ink and solvents for chilled cartons; and polymers and films for bag-in-box and spouted pouches. (SIG does not manufacture or sell the cardboard box of our bag-in-box solutions.)

[4] This target only includes ISCC PLUS certification of polymers linked to forest-based renewable or recycled polymers as there are currently no certification schemes available, or expected in the near term, for other polymers that meet our high sustainability standards.

[5] Based on the equivalent forest area needed to continually regenerate the wood needed to produce all the SIG cartons made in 2020 (the year we set the commitment) all over again.

Renewable forest-based paper board makes up 70-80 % of our cartons on average. We buy it from suppliers that are certified by the Forest Stewardship Council (FSC™) that sets strict criteria for managing forests sustainably and respecting local communities and Indigenous peoples. Independent auditors check compliance. By using FSC™-certified wood and forest products, we're helping forests and communities thrive, and supporting efforts to tackle some of the world's biggest challenges. We are calling on others to support FSC™ certification to contribute to the UN's Sustainable Development Goals (SDGs) and protect the forests – and the planet.

SIG was among the first to sign the Vancouver Declaration, together with other well-known companies. We also support the FSC's Bonn Initiative to develop ways to quantify the contribution that FSC™-certified forests can make, specifically to SDG 13 on climate action. The aim is to enable companies and governments to better understand and promote the role of responsible forest management in mitigating climate change. Our FSC™ Chain of Custody certification (license code: FSC™ C020428) enables wood fibers to be traced back from cartons to the certified sources. This has been in place since 2009, and we have come a long way since then. More than 100 billion SIG packs have now been sold with the FSC™ label, and our customers worldwide can choose to display the FSC™ label on any of our packs. An FSC™ label helps our customers, brands and retailers to demonstrate responsible packaging sourcing and allows consumers to choose the most responsible products.

Enhancing regeneratively sourcing polymers, we offer packaging solutions where polymers connect to wood and paper production residues or to post-consumer plastic waste as raw material source. To ensure a robust 3rd party audited traceability and mass balancing these polymers must be ISCC PLUS certified. We also encourage polymer suppliers to further develop and invest in recycling technologies and infrastructure, as well as in CO_2 avoidance throughout their own value chain.

As a responsible company, we strive to align our sourcing with relevant international frameworks to improve supply chain transparency for our responsible minerals sourcing. Our approach is informed by legal requirements and voluntary guidelines, such as the OECD Due Diligence Guidance for Responsible Supply Chains from Conflict-Affected and High-Risk Areas. For parts sourced for filling machines, we expect suppliers to confirm that no conflict minerals sourced from conflict-affected or high-risk areas are included in the product. The topic of conflict minerals is also addressed by SIG's General Terms and Conditions to the suppliers. Through our Supplier Code of Conduct, alongside our general terms and conditions, we require equipment suppliers providing parts for our filling machines to comply with all applicable laws and regulations related to conflict minerals from conflict-affected or high-risk areas. We ask all equipment suppliers to complete a survey on critical and sustainable raw materials and all relevant suppliers to our conflict minerals due diligence process to complete a Conflict Minerals Reporting Template (CMRT). Statements made on conflict-free sourcing in supplier surveys and CMRTs by equipment suppliers are validated against EcoVadis industry definitions of potential conflict minerals, and where incomplete, are remediated with the supplier through corrective actions. While we are working to integrate the equipment suppliers of our bag-in-box and spouted pouch business units, they are not yet covered by all current targets or this approach.

4.2.5 Specific responsibilities

Sustainable raw material sourcing is managed and implemented by the Vice President of Global Sourcing and Procurement and his team and is supported by the Global Corporate Responsibility team.

Sourcing for parts for our filling machines is managed by the Procurement Equipment team, led by the Head of Global Procurement Equipment. The team is supported by the Procurement Equipment Framework, Global Corporate Responsibility team, Group Legal team, Quality Management Equipment team and Global Technology team.

4.2.6 Reference to policies

Environmental and social certification requirements for prioritized raw materials are documented in the purchasing policies for LPB, polymers, and aluminum.

SIG's approach to managing its environmental impacts from raw materials is described comprehensively in the topics raw materials and biodiversity within the SIG Global Environment, Health, and Safety (EHS) Policy.

4.3 Energy sourcing

4.3.1 Relevance

Rising emission levels, environmental depletion from fossil fuel consumption and concerns over the world's limited energy resources have become inherent to the discussion of the global energy system. Manufacturing companies that depend on a stable and secure energy supply are significantly affected by these developments. Stakeholders are holding countries and companies increasingly accountable for sustainable energy management, demanding them to foster the transition to renewable energy sources to preserve finite resources and reduce related emissions.

For SIG's operations, the most significant environmental impact used to be the GHG emissions from the energy used in production. Switching to 100% renewable energy in our production plants worldwide in 2017 has significantly reduced our carbon footprint. By sourcing all our energy for our production from renewables, we meet the expectations associated with our role as an industry leader in aseptic packaging solutions. Through these efforts, we aim to set a strong example for other firms in the industry and ultimately contribute to tackling climate change.

4.3.2 Overarching commitment

We are committed to continue sourcing 100% renewable electricity annually.

4.3.3 Targets

SIG's goals for energy purchasing are:

- Meet at least 25% of our global electricity consumption for our production covered by PPAs (Power Purchase Agreements), t/o at least 10% should come from on-site solar generation.

4.3.4 Implementation approach

SIG's approach to energy sourcing includes the procurement of electricity, natural gas, and liquefied petroleum gas (LPG), with a strong focus on renewable energy. Where renewability cannot be provided directly or verified through Guarantees of Origin (GoO), we source renewable energy indirectly by purchasing renewable energy certificates from certified renewable energy producers.

In most countries, renewable electricity is evidently embedded in the conventional grid, either fully or partially. Another approach is to generate renewable energy via on-site photovoltaics equipment for direct consumption in the plants. Power Purchase Agreements with wind power generators shall be established in countries where it is possible.

The non-renewable electricity portion is offset by the GoO or I-Rec certificates. Natural gas and LPG consumption are fully offset by recognized certificates.

4.3.5 Specific responsibilities

Energy sourcing is managed and implemented by the Vice President of Global Sourcing and Procurement and his team, supported by the Global Corporate Responsibility team.

4.3.6 Reference to policies

SIG's approach to reducing its environmental footprint from energy used is described comprehensively in the section energy consumption within the SIG Global Environment, Health, and Safety (EHS) Policy. Our energy sourcing activities are also closely linked to our material issue tackling climate change, as outlined in our Global EHS Policy.

4.4 Sustainable logistics

4.4.1 Relevance

Global supply chains require transportation of goods over long distances, thereby causing local air pollution and the emission of global GHGs. Consequently, logistics can increase the environmental footprint of manufacturing companies.

Managing our logistic flows is essential to reduce our environmental impact and support our holistic approach to responsible sourcing throughout the value chain. In addition, eco-efficient transportation helps us minimize the cost of logistics. Therefore, achieving a high level of transport efficiency is of strategic importance to SIG, both from an environmental and an economic perspective.

4.4.2 Overarching commitment

- We are committed to reducing the environmental impacts from our logistic flows by considering our transport distances and using more efficient vehicles.
- To follow our ambition of creating positive environmental and societal impacts, we will strive to encourage our suppliers to foster more eco-efficient transport options.

4.4.3 Targets

SIG's goal for sustainable logistics is: Reduce 25% GHG emissions from inbound and outbound logistics by the end of 2030 .

4.4.4 Implementation approach

SIG's approach to sustainable logistics is built on three pillars: 1) selecting the transportation mode with the lowest CO_2 impact, which still fulfils the requirements regarding lead time and safety, 2) selecting the forwarders with the most efficient transport vehicles and 3) avoiding unnecessary transport by combining or increasing the load of the transport volumes. Supplier selection criteria based on eco-efficiency are integrated into the tender process. We also intend to reduce negative impacts from inbound logistics through local sourcing where possible. Furthermore, we apply strict social, environmental, and ethical standards to suppliers of forwarding services, and we have strengthened our procedures to check their compliance (see section 'Responsible suppliers' in this Policy).

We are working to gradually include our bag-in-box and spouted pouch business units in our approach to sustainable logistics, but they are not yet part of the scope of our implementation approach.

4.4.5 Specific responsibilities

Sustainable logistics is managed by the Vice President of Global Production and Continuous Improvement System. SCM Sleeves & Spouts is responsible for implementation.

4.4.6 Reference to policies

SIG's approach to reducing its environmental footprint and greenhouse gas (GHG) emissions is described comprehensively in the topic tackling climate change within the SIG Global Environment, Health, and Safety (EHS) Policy.

5 Changes to this Policy

The Global Responsible Sourcing Policy will be regularly reviewed by the respective policy owner. Any changes or updates will be communicated.