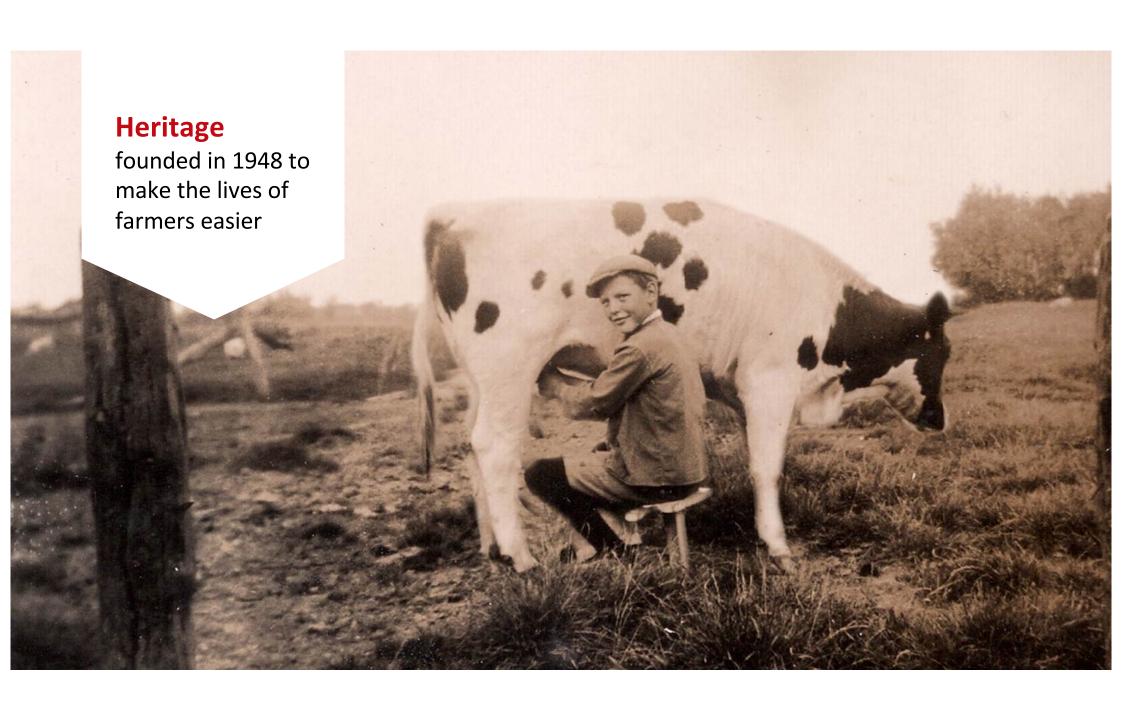


Who we are





Lely today

Annual Sales € 880 mln

Number of employees

2.600

Investments in R&D from our product turnover

8%

Number of living patents

1.500

Number of R&D facilities

2

Number of markets

> 50







Sustainability @ Lely



Our Sustainability program

How we act and how we work



Value throughout the dairy chain

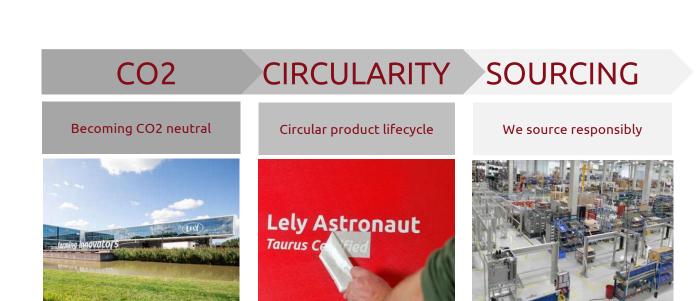


Bright Farming Our impact on dairy farming





Bright Business How we act and how we work







Our ambitions

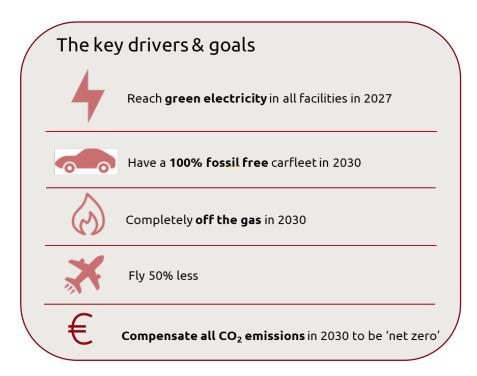
Context, content & planning



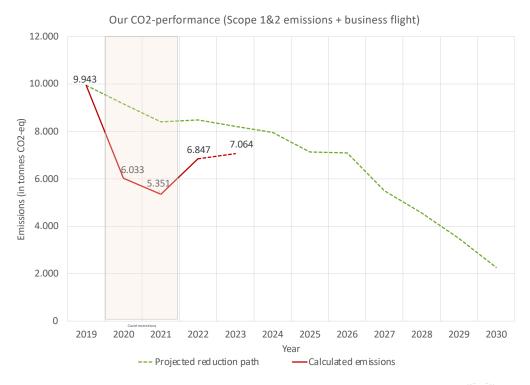
Overall CO2 program development in time Lely launched ambition CO₂ neutral in 2030 Lely reports in line for scope 1 & 2 with CSRD on (and business flights) Lely calculates 3rd vear scope 1 & 2 scope 1, 2, & 3 Internal audit GHG-d scopes 1, 2 & 3 culations -> Communicated sults in annual report 2022 and has a companywide reduction target 1st scope 1 & 2 calculations (in line with SBT/Paris Agr.) 2022 2025 2021 2024 Lely sets Scope 3 ince 2nd year scope 1 & 2 1st calculation of relevant 1st screening scope 3 calculations scope 3 categories categories ambition & formulates a reduction strategy

Our reduction path main drivers & goals

to become CO₂ neutral in 2030 in our own operations



100% absolute reduction target scope 1 and 2 50% relative reduction target business travel

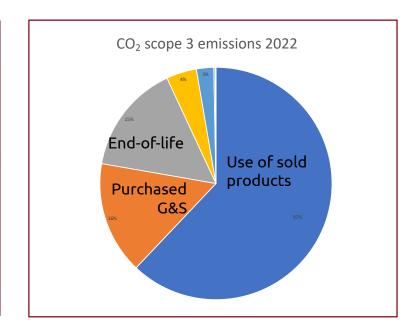




Calculated CO₂- footprint Scope 3

first categories give important insights

Category number and name		Share in scope 3 emissions	
3.11	Use of sold products	62,08%	
3.1	Purchased goods & services	15,67%	
3.12	End-of-life treatment	15,33%	
3.4	Upstream transportation and distribution	4,21%	
3.14	Franchises	2,41%	
3.6	Business travel	0,20%	
3.7	Employee commuting	0,08%	
3.3	Fuel- and energy-related activities	0,01%	
3.5	Waste generated in own operations	0,01%	
3.2	Capital goods*	0,00%	
3.8	Upstream leased assets*	0,00%	
3.9	Downstream transportation and distribution*	0,00%	
3.10	Processing of sold products*	0,00%	
3.13	Downstream leased assets*	0,00%	
3.15	Investments*	0,00%	
	Total scope 3		



Categories marked with * are not yet included in our calculation and will to be calculated



<u>Insights</u>

Scope 3 is the largest scope of Lely's emissions Over 90% of our CO2 impact is in our products: pre-use, use and post-use phase – all covered in our circularity program



Circularity program in place

to reduce the impact of our solutions

Ambition

"As farming innovator, Lely minimizes its environmental impact by striving for a circular product lifecycle

where new **circular solutions and business models** emerge that contribute to an enjoyable, profitable and sustainable future in farming."

Goals

Responsible Resource Inflow

Optimized Product Lifecycle

Material Outflow Repurposed

Subgoals + KPI's

Minimize
NonFunctional
Material
Inflow

Minimize **Non-Virgin** Material Inflow Minimize
Critical &
Hazardous
Material
Inflow

Maximize
Product
Longevity

Maximize
Reuse of
Solutions
and
Components

Minimize
Material
Waste [to
landfill]

Maximize Recycling Material Waste Maximize
Reusing
Material
Outflow



Circular Product Lifecycle

Three streams of activities to achieve a Circular Product Lifecycle

1. Goal Specific Activities

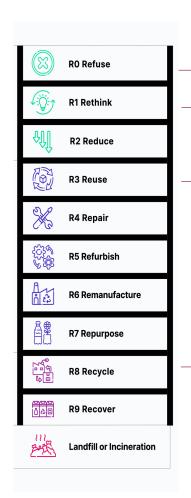
2. Data & Governance

3. Organisation & Change

Activities to achieve: Responsible Inflow, Optimized Lifecycle, Minimized Outflow Activities related to: Data Gathering, Setting Targets, Impact Materiality and Compliance. Activities that enhance: Circular Capabilities, Communication and Community Building



Examples of goal specific Activities



Refuse Hood Astronaut - Challenge to tackle

- Every Astronaut is shipped with a hood (mandatory item) while in many barns (NA appr. 50%) the Astronauts are placed in a robot room with a permanent roof.
- This results in 62,40 tonnes CO2 (material impact, transport not included) for NA in 2022 that could be avoided
- Currently, the Lely hood ends up as landfill.

Rethink brush unit

- By initiative of a circular minded PD'er, the redesign of the Astronaut brush unit is modular. The unit used to fully replaced when one part was broken.
- This redesign saves 64.300 kg CO2 per year (material impact, transport not included).
- Moreover, it saves the farmer money by replacing small parts instead of the complete unit and it saves the LC time as the repair is done quicker.

Reuse vacuum pump packaging

- The Astronaut vacuum pump is supplied with various cover caps, plates and bolts during production and transport. Initiated by mechanics, these materials are added to the existing return process.
- The returned materials can be used up to 10 times.

Recycle Consumables packaging Benelux

- Q1 + Q2 2023: 84.103 kg plastic returned
- 50% of the customers joined
- Executed by third party
- Next steps: increase number of customers, increase efficiency and roll-out to other countries (Denmark and Sweden).

















