



ENVIRONMENT & SUSTAINABILITY POLICY

AUGUST 2022

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Menzies Distribution and all of the companies in its corporate group takes its responsibilities towards protecting the environment and sustainability seriously. Sustainability is a core pillar of our business and as such we are dedicated to delivering our customers and stakeholders high quality, compliant services and logistics solutions in a safe and sustainable manner. We recognise that we can be a significant part of our customers' supply chain footprint. With this in mind, we use our expertise to develop and deploy innovative and sustainable solutions for our customers to help them lessen their impact.

We are committed to an ambition to achieve net zero for our Scope 1 and 2 emissions by no later than 2035. Our net zero plan involves us **burning less** (through our ongoing relentless focus on efficiency), **burning better** (by best fit deployment of alternative fuels and vehicle electrification) and sensible use of carbon **offsetting** where relevant and to neutralise any remaining emissions.

There are three main areas we focus on to make our business more sustainable and impact our journey to zero, these are; **fleet, energy consumption & reuse & recycling** for ourselves and our partners. With innovations that span fleet electrification, vehicle to grid charging, vehicle design, alternative fuels, making our property estate low carbon, removing the need for PVC in vehicle livery, we are committed to shaping logistics for the future that directly address the climate change crisis, and other environmental concerns.

WE WILL:

- ◆ Identify any significant impact that our activities have on the environment.
- ◆ Operate our sites in an environmentally efficient way by conserving fuel, energy and raw materials and reducing waste through the re-use and recycling of materials.
- ◆ Implement decarbonisation strategies through real and meaningful business change and innovations, including; fleet management, being an enabler of a wider charging ecosystem, efficiency improvements, materials reductions and other carbon emission elimination strategies. To support this we already use we use a renewable energy supply across our estate, and have deployed solar panels to generate our own renewable energy on some sites.
- ◆ Measure and report greenhouse gas emissions on a regular basis. We will monitor and audit our compliance and performance through accurate data to drive continual improvement and reduction of our impact.
- ◆ Reduce our impacts on local air quality through our fleet specification and use of new technology.
- ◆ Document, implement and maintain a robust Environmental Management System to exceed relevant legislative requirements.
- ◆ Raise environmental and sustainability engagement amongst all those who work for and on behalf of our business, through relevant training and also encouraging all employees to suggest ideas that will reduce our impact. We will work to adopt such suggestions where relevant.
- ◆ Encourage suppliers and contractors to develop sustainable and ethically sound practices through our procurement plans and ensuring that suppliers sign up to our Code of Conduct. We will also maintain an open dialogue with all stakeholders and suppliers ensuring that operations are performed in a safe, ethical and efficient way.
- ◆ Take all essential measures to prevent pollution and minimise the impacts of our activities on the environment and the communities around us.
- ◆ Deliver support and drive change for our employees, workplace and wider community through our CSR programmes.
- ◆ Maintain access to competent advice and assistance to ensure we are aware of relevant changes in legislation and industry best practice.

The Directors have adopted this statement as a framework for our business so that they can set standards and develop procedures to form a comprehensive system for managing our environmental impact and sustainability agenda appropriate to our operations. The Chief Executive Officer will review this policy as necessary, but at least every two years. We will communicate this policy both internally and externally as a demonstration of our commitments.



Greg Michael
CHIEF EXECUTIVE OFFICER, MENZIES DISTRIBUTION LTD