

# SUSTAINABILITY: A COMPETITIVE ADVANTAGE

**November 2024** 

## SUSTAINABILITY IS DEEPLY ANCHORED IN OUR **COMPANY'S CULTURE AND STRATEGY**



Top level priority and responsibility Management by KPIs and targets





Creating value for all stakeholders

Fast response to changing requirements

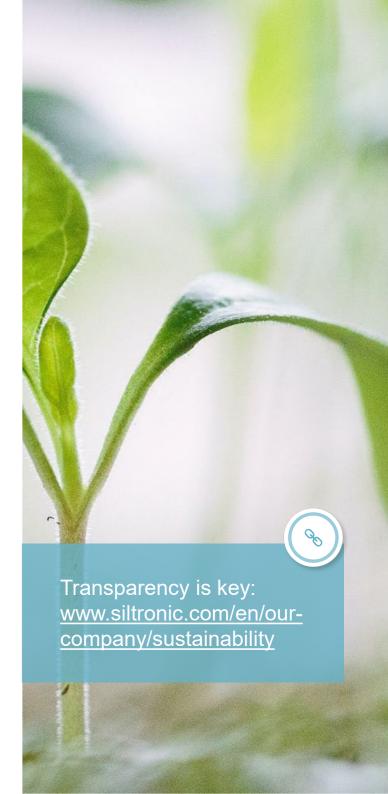




Training on sustainability topics for all employees

ESG linked to Board and Executive remuneration





# SILTRONIC IS ENABLING TECHNOLOGIES FOR A SUSTAINABLE FUTURE

#### **Power focus**

Power chips are crucial for decarbonization and enable renewable energies and EV's





Focus on **Power** wafers

R&D focus in special products and new materials

## **Leading edge focus**

New chip generations increase energy efficiency and need less power





**Leading Edge** wafers

R&D focus on new design rules





## **Strategy**

on leading edge and power wafers support sustainability strategy



## **Investments**

needed to keep our equipment state of the art for leading edge wafers



## **R&D** focus

is crucial for sustainability strategy



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## **OUR GLOBAL COMMITMENTS**



Siltronic supports the 10 principles of the UN Global Compact.



We contribute to the sustainable development goals of the UN.



With our voluntary memberships and commitments, we go beyond legislation and engage in global and local networks.



As a supplier to the electronics industry, Siltronic is a "Regular" member of the Responsible Business Alliance (RBA).

We commit to RBA's principles and engage for sustainability in working groups. We also cooperate with our suppliers to adhere to standards defined by RBA.



Siltronic participates in CDP Climate change and Water security evaluations.

°CLIMATE GROUP RE100

With our membership at RE100, we are dedicated to make our contribution to global decarbonization.

## **AMBITIOUS TARGETS KEEP US GOING**



Climate – Scope 1+2

CO<sub>2</sub> emissions

**2030**: -42%<sup>1</sup>

**2045**: Net zero<sup>2</sup>

**Status 2023: -22%** 



**Energy – renewable** 

**2030**: 60% share

**2045**: 100% share

**Status 2023**: 5% share<sup>3</sup>



**Energy intensity** 

**2030**: -20%<sup>4</sup>

**Status 2023: +7%** 



Water usage intensity

**2030:** -20%<sup>4</sup>

**Status 2023: +1%** 



Circular economy -Waste recycling ratio

**2030**: 25%<sup>5</sup>

**Status 2023: +12%** 



**Occupational safety -**

LTIF<sup>6</sup>

**2023**: below 2.0

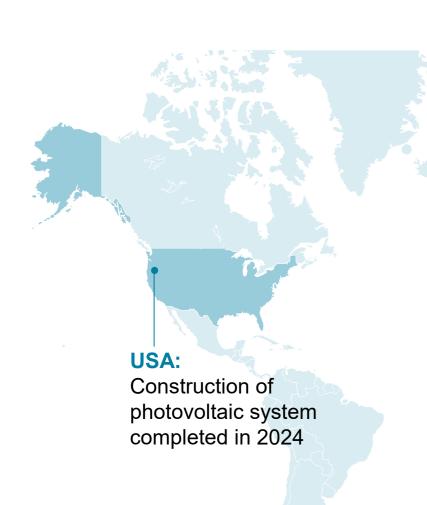
**Status 2023: 2.4** 

(1) absolute reduction, base year 2021, (2) Net zero: GHG emissions released into the atmosphere equal the amount removed

(3) based on RE100 criteria, (4) Intensity per production output, base year 2015; (5) base year 2015, (6) LTIF= Loss time injury frequency rate; work-related injuries with lost time per 1 mn working hours



## **SUSTAINABILITY HIGHLIGHTS**





Power Purchase Agreement starting from 2024, with annual volume of 60 GWh



RBA Platinum Award for results of sustainability audit in 2024



**-22%** 

absolute CO<sub>2</sub> emissions scope 1+2 in 2023 compared to 2021



63,000 h

training for 4,500 Siltronic employees in 2023



300 mn EUR

Siltronic AG issued its first ESG-linked promissory note loan in 2022

## **CLIMATE PROTECTION – NET ZERO BY 2045**







## Reaching Net Zero, science based target

2030

-42%

emissions<sup>1</sup>

4

2045

Net zero emissions<sup>2</sup>



60% renewable energy



**100%** renewable energy



CLIMATE GROUP

## **Supply chain**

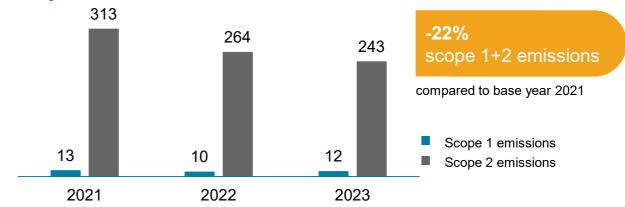
 Climate protection as a key topic for cooperation with suppliers targeting the reduction of scope 3 emissions Scope 3 Target
75%, 80% and 95%
of key suppliers<sup>5</sup>
have science based
targets by 2028,
2030 and 2045.

## **Climate action plan**

- Lever 1: Reducing energy intensity<sup>3</sup>: -20% by 2030
- Lever 2: Own production of renewable energy
- Lever 3: Use of renewable energy



#### Scope 1 and 2 emissions (in thousand tons CO<sub>2</sub>eq)



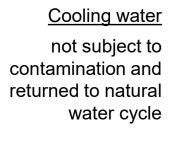
(1) Absolute scope 1 and 2 GHG emissions compared to base year 2021, (2) Net zero: GHG emissions released into the atmosphere equal the amount removed, (3) Intensity per production output, base year 2015, (4) t CO<sub>2</sub>eq per EUR mio. sales on average 2021-2030, (5) Key suppliers represent > 50% of Spend and > 80% of GHG emissions of all purchased goods and services

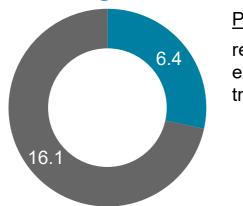
## PRECIOUS RESOURCES - CIRCULAR ECONOMY





### Water use<sup>1</sup> and discharge



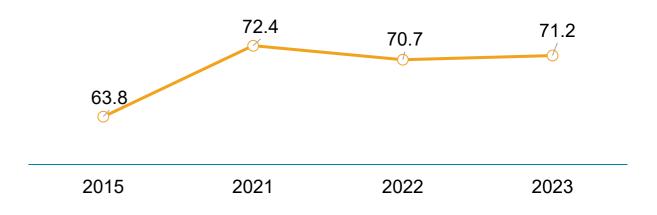


#### Process water

recycled or discharged in external wastewater treatment plants

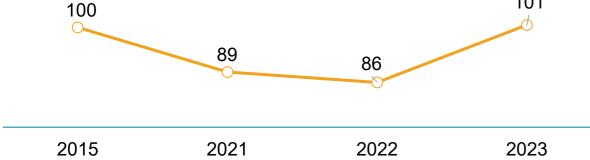
28% water recycling rate

## Waste recycling ratio<sup>4</sup>



## Target: water usage for production<sup>3</sup>





## **Reuse of product packaging 2023**

93% of 300 mm wafers shipped in reusable transport containers (Hyboxes) 1,793

tons of waste from disposable packaging avoided

(1) In m m<sup>3</sup>, (2) 2030 vs. base year 2015, (3) Specific water usage, normalized, base 2015, (4) in percent of waste amount



## SAFETY FIRST – ALWAYS AND EVERYWHERE



### **Set-up to tackle safety risks**

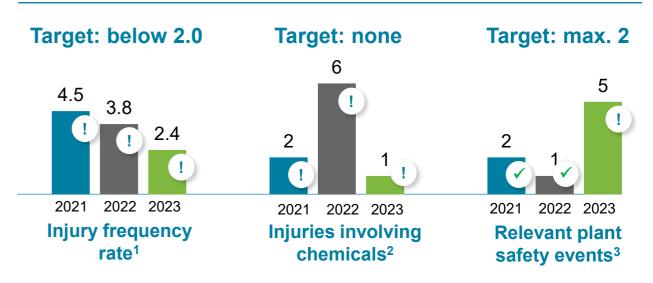
- State-of-the art management and reporting systems
- Global safety organization, local safety officers
- Working, plant and process safety covered
- Continuous improvement of safety standards

## **Measures to improve performance**

- Systematic safety analysis
- Safety inspection tours
- Training courses and emergency drills
- Learning from near-miss incidents

# Performance 2023

- No fatal occupational accident
- No event classified as an incident or as a reportable event according to hazardous incident ordinance
- All incidents analyzed; measures defined



(1) Number of working injuries (employees and temporary workers) with lost time per 1 m working hours; (2) with lost time involving chemicals; (3) PSI-Process Safety Incident according to CEFIC and ICCA definition.

Global Safety Initiative

launched in 2023

## SUSTAINABILITY ALONG THE VALUE CHAIN: RBA\* AND SILTRONIC

#### **RBA**

is a leading industry coalition in the electronics industry with the mission to **improve working and environmental conditions** for members and their supply chains



#### **RBA** and Siltronic

- Membership since May 2019
- Upgrade to level "Regular" in January 2024
- Commitment to RBA Code of Conduct
- Use of RBA toolboxes to control compliance
- Engagement in RBA working groups

## **RBA** solutions in place

- Self-assessments (SAQ): online self-assessments on RBA platform, shared with selected members
- Audits (VAP): onsite audits covering 37 topics in the areas Labor, Health & Safety, Environment, Ethics, Supply chain management
- Both applied in our production and our supply chain

## **Human rights**

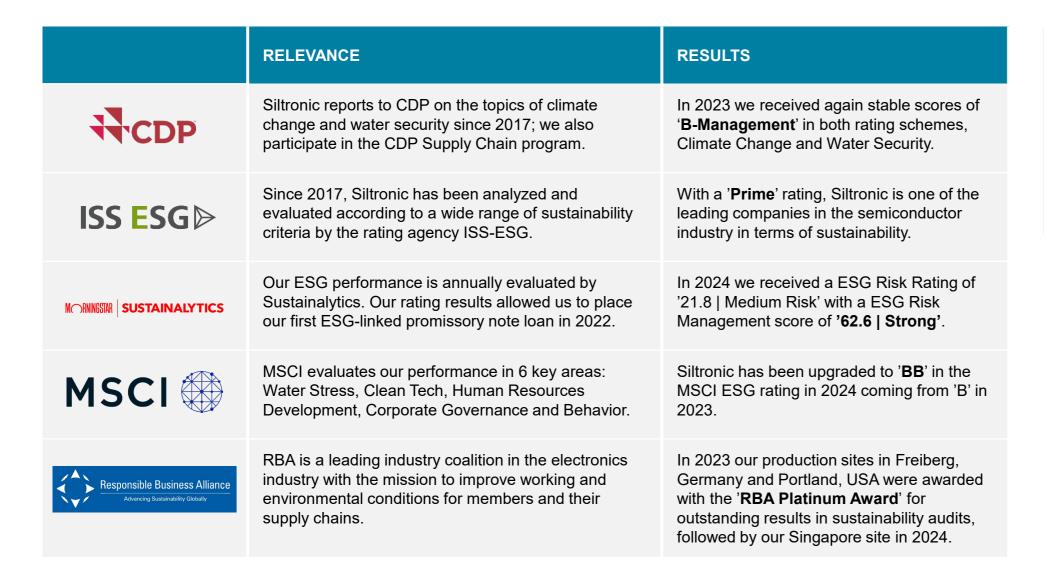


- Fair working conditions
- Diversity and equal opportunities
- Exclusion of conflict minerals

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<sup>\*</sup> RBA: Responsible Business Alliance (RBA)

## RATINGS AND AWARDS REFLECT OUR PROGRESS





Detailed and audited information on sustainability can be found in the Siltronic Annual Report 2023

## **THANK YOU**

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