

# Green Procurement Policy

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## Introduction

Green Procurement Policy is an integral part of the Sustainability Policy and describes Isoclima formal procedures and considerations for purchasing goods and services. Green Procurement incorporates human health and environmental concerns into the search for high quality efficient products and services at competitive prices.

Isoclima ranks environmental sustainability as one of its top priorities and is committed to following responsible business practices by contributing to environmental protection and improving people performance by green procurement and services while ensuring business growth for its supply chain. Along with customers and investors interest towards green operations, it also helps to reduce operational cost in the form of resource efficiency and reduced wastage. Green procurement guarantees social and environmental standards from suppliers.

### 1. Scope

This policy shall apply to all supply chain/partners and shall impact all purchases and procurement for the organization.

### 2. Our commitment

Isoclima's undiscouraged focus on good corporate governance is strengthened by our commitment to sustainable development and our short-term and long-term goals. Green procurement policy helps us to make purchase decisions that are socially and environmentally responsible. It helps in improving operational efficiency, mitigate any risks including regulatory risks and enhance us as a sustainable brand.

We believe that environmentally sustainable business operations have become a common practice and forms a key part of our sustainability strategy and governance performs.

### 3. Procurement Policy

Isoclima seeks to reduce the environment impacts of our procurement process and also encourage our suppliers to adopt sustainable supply chain practices. Isoclima shall engage with its supply chain / partners and shall include the following considerations into procurement decisions:

- Prefer products that are eco-friendly, energy efficient and less polluting
- Disposing goods to authorized agencies/recyclers in environmentally friendly manner
- Prefer products that have energy star ratings or green certifications like ECOLABEL, Carbon Footprint Italy, etc
- Encouraging suppliers to deliver products/services with minimal negative impact on environment and adopt safe practices in the cycle from production to delivery
- Encouraging logistics optimization, local buying and using Circular economy principles for waste management using 4 R (Reduce, Recover, Recycle & Reuse)
- Utilizing clean technology and/or clean fuels

- Using products that are water efficient and reduce water usage
- Procure fewer toxic products and chemicals to reduce health effects
- Monitoring, evaluating sustainability performance and identifying improvement opportunities
- Promoting a safe and healthy workplace for the employees
- Reducing environmental footprints by means of material, energy & water conservation
- Promoting sustainability awareness and green work culture among associates to reduce emissions
- Procuring recycled/part-recycled products to optimize resource consumption
- Enhancing sustainability within their own supply chain
- Procuring energy-efficient equipment by defining specifications in tender & contracts

#### **4. Policy review**

This Policy will be owned by Procurement Dept who will be responsible for making suitable amendments, if any, from time to time.

Este, 01.07.2022

PAOLO CAVALLARI  
(Chief Executive Officer)

A handwritten signature in blue ink, appearing to read 'P. Cavallari', is written over a horizontal line.