

# Group Principles on Environmental Management

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<b>Recipients:</b>	Operating Unit management teams
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## 1 Introduction

This document is established to make sure that Swedish Match commits to continuous environmental improvements, working diligently toward the reduction and prevention of negative environmental impacts in its activities.

## 2 Group Principles on Environmental Management

- Swedish Match shall, at all times, comply with mandatory environmental legal requirements. Swedish Match shall endeavour to reduce the amount of waste produced and dispose of such waste in a safe and responsible way, re-using or recycling where applicable.
- Swedish Match shall regularly monitor and measure all environmentally significant emissions and discharges to water, air and land to minimize the environmental impact.
- Swedish Match shall endeavour to prevent pollution and conserve energy wherever possible and undertake programs to continuously improve our environmental performance.
- Swedish Match shall regularly review its operations in order to minimize its impact on the environment, and will perform periodic reviews/updates of areas of critical importance which could have significant environmental impacts.
- Swedish Match shall develop and maintain an environmental management system (EMS) based on the requirements of ISO 14001. All major production units shall adhere to the principles of ISO 14001, and, whenever feasible, be ISO 14001 certified.

## 3 Responsibility at Group level

### 3.1 The SVP Investor Relations and Corporate Sustainability

- To communicate environmental issues internally and externally.
- To lead the Environmental Council and its assessment and monitoring of environmental performance within the Group.
- To maintain the aggregated requisite records from the operating units to demonstrate conformity to the requirements of the EMS.

## 4 Responsibility at Operating Unit level

### 4.1 Operating Unit Presidents

- To promote sound changes that reduce the negative impacts on the environment.
- To establish, implement, and maintain procedures for periodic evaluation of activities and its environmental impacts.
- To appoint a person responsible for implementing any ISO 14001 certification and for complying with, reporting, and contributing to the evaluation of environmental action programs and activities.
- To appoint an operating unit representative (or a liason with another operating unit representative) to the Environmental Council.
- To ensure that, if applicable, local ISO 14001 audits are conducted and that the results of the audits are reported to the Environmental Council.
- To maintain the requisite records at the operating unit level to demonstrate conformity to the requirements of the ISO 14001.
- To make sure that there is a continuous search for activities, products, and services with significant environmental impacts. This applies to both production facilities and locations/activities within the operating unit that are not directly tied to production. These impacts shall be reported to the Environmental Council members.

#### **4.2 The Environmental Council**

- To be an advisory and reporting body on matters relating to environmental issues.
- To safeguard compliance with this document and the Swedish Match EMS.
- To develop and provide input into setting objectives and targets for key performance indicators.