

ENVIRONMENTAL POLICY

CLN Group Management, being aware that each of its production activities has an impact on the environment, is also well aware that the creation of added value can be pursued through socially responsible growth. Our fundamental values include protection of ecosystems and biodiversity, that are essential for the quality of life and for sustainable development, and for continuous improvement of environmental performance, by minimizing the risks related to the activities carried out. These sustainability values form an integral part of the Group's management and are the premise for all our operating decisions and activities. In order to achieve these values, the following related Principles and Commitments have been established and apply to all the companies of the Group:

PRINCIPLES

- Environmental protection, as well as the protection of the individual and collective health, have a top priority in all our actions.
- CLN Group intends to minimise the impact of its actions on the environment.
- Our processes, products, plants, materials and suppliers are determined, studied, implemented, and maintained, according to the principles of environmental protection, and apply to all the parties involved.
- Our Code of Ethics, current legislation and standards of good practice are the guidelines adopted to guarantee the protection of the environment.
- It is our duty to operate in full respect of the environment, guaranteeing that all procedures are well understood and respected.
- In addition to investments in technologies and services, training on the environmental and the impact of human errors, represent a fundamental element to develop the awareness of all the parties concerned and to guarantee their involvement.
- The efficient use of natural resources, such as energy and water, and raw materials is fundamental to the Group's environmental approach.

COMMITMENTS

- Guarantee compliance with current environmental regulations and the application of the most advanced national and international standards; verification of compliance will take place through the submission to voluntary and periodic monitoring by third parties.
- Protect the environment in which we work, promoting initiatives that inspire continuous improvement logic, in particular ensuring that all those activities involving product development and process are carried out taking into account environmental sustainability.
- Continuously improve company performance, constantly monitoring, including through audits, the risks and opportunities in terms of the environment, pollution prevention and reduction and greenhouse gases emission.
- Define and implement action plans based on a preventative approach, directly related to this Policy, with specific quantitative indicators and objectives to be achieved, being measured and reviewed over time.
- Periodically monitor the application of actions taken and their effectiveness, establishing specific responsibilities.
- Reduce energy consumption, and encourage the use of alternative sources.
- Encourage the development and dissemination of technologies capable of supporting the efficient management of energy and water resources and the protection of biodiversity, and putting in place effective measures to mitigate and adapt to climate change.
- Limit water withdrawal for productive and sanitary uses, encouraging recycling and reuse when possible.
- Monitor and reduce the emission of pollutants into the environment by adopting the best available technologies.
- Apply the most restrictive standards and the best technologies available to guarantee excellent environmental performance.
- Increase the number of green areas within the manufacturing locations.
- Encourage the use of products that respect the environment, by minimising the use of hazardous substances, which must be handled, stored and managed with the utmost attention.
- Implement proper waste management, reducing quantities and encouraging recycling and reuse, including through the dissemination of waste separation.
- Prevent or mitigate any accidental soil contamination.
- Promote and enhance coherent actions towards information, training, coaching, and awareness, focused on consolidating the culture of environmental preservation.
- Guarantee the involvement of all persons working in or on behalf of the Group, including the contractors and suppliers, according to the present Policy and in a cooperation towards improvement.
- Name a specific organization for the implementation of the environmental management objectives, while ensuring the fundamental role of the Group Management.

CLN Group Management is committed to review this Policy, at least on an annual basis, to spread it and to communicate it to all interested parties. The Chief Executive Officer is responsible for its implementation.

Rivoli, 12th April 2018

Gabriele Perris Magnetto
Chief Executive Officer

