

# TCFD report

This report covers our disclosures aligned with the Swiss Climate Ordinance under art. 964b. It follows the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD) from 2017 and the annex "Implementing the Recommendations of the Task Force on Climate-related Financial Disclosures" (October 2021). It considers cross-sectoral and sector-specific recommendations as well as the "Guidance on Metrics, Targets and Transition Plans" (October 2021). The report also covers our climate transition plan, which is comparable with the Swiss climate goals.

## Governance

The Board of Directors (BoD), acting collectively, has the ultimate responsibility for the conduct of business of SIG Group AG (the Company or SIG) and for delivering sustainable value for shareholders and other stakeholders. The BoD sets the Company's strategic aims, ensures that the necessary financial and human resources are in place to meet the Company's objectives, and supervises the management of the Company. The BoD responsibilities cover climate-related targets and measures and other sustainability topics. The BoD also approves the Group's ESG-related key policies. For further details, see [Introduction: Our key policies](#) →.

Our sustainability approach consists of four key action areas, supported by our Responsible culture, that together deliver our ambition of a regenerative packaging solution: Climate+, Nature+, Resource+ and Food+. The projects and activities covered aim, among other things, to address potential impacts of SIG's value chain on climate change and to assess risks and opportunities of climate change on our business. Activities in the Climate+ area specifically cover climate change mitigation and adaptation measures. Activities in the other action areas aim to mitigate climate change both in our value chain and by proactively delivering positive impact beyond our value chain.

Climate-related matters are incorporated into our governance processes over sustainability matters. For the organizational chart of the SIG sustainability governance structure and a description of our processes, see [Introduction; Our sustainability governance](#) → and [Integrating external insight](#) →. Climate-related risks and opportunities are among the sustainability matters discussed by the different governance bodies. For more information on corporate governance-related topics, see our Corporate Governance Report.

## Strategy

The insights from our Net Positive ambition<sup>1</sup> serve as a springboard for advancing our strategy toward a regenerative packaging system, which includes a defined roadmap to decarbonize our value chain. Our regular assessment of potential climate-related impacts on our business and strategy helps us to better understand how the Group may be affected by climate-related events, both in terms of risks and opportunities. The assessment enables us to better position ourselves to navigate risks and challenges and to explore opportunities arising due to climate change.

Following the TCFD's categorization, we have performed an assessment of climate-related risks and opportunities based on scenario analysis covering acute and chronic physical risks (i.e. short-term and extreme weather events and longer-term shifts in climate patterns) as well as transition risks arising from policy, legal, technology and market changes required to address mitigation and adaptation requirements in the transition to a lower-carbon economy. The assessment covers potential risks

and opportunities occurring over the short term (2026), medium term (2030) and long term (2050). In 2023, we conducted a detailed assessment of direct physical risks to our owned and leased production sites. In 2024, we conducted a higher-level assessment of direct and indirect physical and transition risks and opportunities across our value chain. This higher-level assessment expanded on the risk and opportunity assessment performed in 2023. In 2025, we reviewed our prior assessments of risks and opportunities and no significant changes to our climate-related risks and opportunities were identified.

The rationale for the choice of time horizons and climate scenarios used in our 2025 assessment is outlined below.

| Time horizon              | Description  |
|---------------------------|--|
| <b>Short term (2026)</b>  | Aligned with SIG's business cycle.   |
| <b>Medium term (2030)</b> | Aligned with international targets, as well as SIG's near-term commitment. |
| <b>Long term (2050)</b>   | Aligned with international targets, as well as SIG's long-term commitment. |

| Scenario             | Physical risks   | Transition risks  |
|----------------------|--|---|
| <b>≥3°C warming</b>  | IPCC RCP 8.5<br>Emissions continue to rise at current rates, no policy changes                             | IEA STEPS<br>Reflects current policy settings based on a sector-by-sector assessment of the specific policies that are in place, as well as those that have been announced by governments around the world.   |
| <b>2–3°C warming</b> | IPCC RCP 4.5<br>Emissions stabilize at half of today's emission by 2080                                    | IEA APS<br>Assumes that all climate commitments made by governments around the world, including Nationally Determined Contributions (NDCs) and longer-term net zero targets, will be met in full and on time. |
| <b>1.5° warming</b>  | IPCC RCP 1.9 <sup>2</sup><br>Describes the lowest IPCC emission trajectory and lowest global physical risk | IEA Net Zero 2050<br>Sets out a narrow but achievable pathway for the global energy sector to achieve net zero CO <sub>2</sub> emissions by 2050.   |

<sup>1</sup> Aligned with the principles developed in the [Net Positive Project](#).  
<sup>2</sup> The quantitative physical risk assessment of the Group's production sites considered the IPCC RCP 2.6 as the low emissions scenario, which is also aligned with a 1.5°C pathway.

## Climate-related risks

Our assessment of climate-related physical and transition risks, summarized below, indicates that some of the identified risks may have a potential financial impact on the Group's business along the whole value chain. The overview tables on the following pages provide additional details about the impacts of climate-related risks on the Group.

Within the three parts of the value chain, physical and transition risks intensify over time, while no risks in the value chain had a high risk rating in the short term. However, eight risks were identified as high risks in the long term.

In our upstream value chain, flooding was considered medium risk across all time horizons and scenarios, potentially leading to increased operational expenditure due to disruptions in the distribution of raw materials. In the medium to long term, the occurrence and intensity of wildfires, coastal floods and storms/cyclones is expected to increase, particularly under the 2–3°C and ≥3°C scenarios. Transition risks related to new or increased regulations were rated as medium risk in the short term given that new or increased regulations are already introduced in the key countries assessed. Risks related to regulation increase over time, particularly under the 1.5°C and 2–3°C scenarios.

Within our own operations, with one exception, physical risk was assessed as low in the short term for all scenarios. Extreme heating was considered medium risk across all time horizons and scenarios due to the current occurrence of extreme heating in the countries assessed. Extreme heating and other physical risks may intensify over time, leading to direct and indirect impact on SIG. SIG may directly be impacted by potential losses in value of SIG's production sites caused by structural damages. SIG may indirectly be impacted by reduced revenue due to disruptions in production caused by the inability of workers to access their workplace, or by workers impacted by health and safety issues. Direct physical risk impacts increase to high risk in the long term, mainly caused by flooding in United States, Brazil and China. Most indirect physical risks remain as medium risk in the long term apart from flooding, which increases to high risk in the medium- to long-term under the ≥3°C scenario. Transition risks related to new or increased regulations were assessed as medium for all time horizons and scenarios. Risk related to adoption of new technologies was assessed as medium for most time horizons and scenarios except under the 1.5°C and 2–3°C scenarios, where this risk increases to high risk over time due to intensification of decarbonization actions worldwide. Reputational risk associated with increased stakeholder concern and sentiment related to environmental or sustainability matters increases to high in the medium term under the 1.5°C scenario and in the long term under the 2–3°C scenario.

In our downstream value chain, physical risks were assessed as low to medium risk, with flooding and coastal floods as the main physical risk drivers in the medium term under the 2–3°C and ≥3°C scenarios. Transition risks related to new or increased regulations and increased customer preferences for eco-friendly alternatives were considered medium in the short and medium term for all scenarios. These risks can result in a reduction of revenue if products do not meet regulatory requirements, or if the demand for SIG products decreases due to the products not being considered the most eco-friendly alternative. Both transition risks increase to high in the long term under the 1.5°C and 2–3°C scenarios.

## Climate-related opportunities

Our assessment of climate-related opportunities, summarized below, indicates that some of the identified opportunities may have a potential financial impact on the Group's business. The overview tables on the following pages provide additional details about the impacts of climate-related opportunities on the Group.

Opportunities in our upstream value chain predominately arise in the long-term in the form of avoided costs from increased reliability of our supply chain due to a diversification of suppliers and integrated transportation planning that reduce disruptions in critical supply chains. In our downstream value chain, opportunities also emerge from a growing demand for products and services related to long-life consumables in markets highly exposed to physical climate risks, access to new and emerging markets driven by a shift in consumer preferences toward low-carbon products and an enhanced market positioning for these products. No significant opportunities were noted within our own operations.

## SIG's business strategy and resilience

The process of developing our strategy for regenerative packaging reaffirmed the findings of our assessment and confirmed that the measures identified to manage physical and transition risks are fully integrated into our business strategy and financial planning. To assess the materiality and prioritize climate-related risks and opportunities in the value chain, we give each risk and opportunity a rating based on likelihood and financial impact. The consideration of three different scenarios allows us to better understand plausible futures and to ensure long-term business resilience.

We have already introduced a broad set of actions to mitigate climate-related risks and ensure resilience. The Climate+ action area includes our Climate+ Program that is designed to reduce the emissions in our operations and throughout the value chain. Our low-carbon packaging solutions enable us to help our customers and consumers lower their own carbon emissions. This ability to offer low-carbon alternatives to other types of packaging is a key differentiator and value driver that not only mitigates climate-related risks but also enables SIG to capitalize on climate-related opportunities. Our products offer a variety of features that are associated with climate benefits for consumers, such as renewable content or recyclability – in addition to the advantages of ambient packaging with excellent shelf-life performance, which contributes to reducing food waste.

For more information on our climate strategy, see [Climate+: Our approach →](#).

## Climate-related risks<sup>1</sup>

| UPSTREAM  |  |   |      | Time horizon | 1.5°C warming | 2–3°C warming | ≥3°C warming |
|---|--|---|------|--------------|---------------|---------------|--------------|
| Risk  | Description  | Financial impact  |      |              |               |               |              |
| <b>Indirect physical</b><br><b>- Acute: Wildfires</b>       | Increased intensity and occurrence of wildfires, leading to the need to find alternative suppliers   | Increased operational expenditure due to the use of airfreight to get the supply  | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |
| <b>Indirect physical</b><br><b>- Acute: Coastal floods</b>  | Increased intensity and occurrence of coastal floods, leading to the need to find alternative suppliers  | Increased operational expenditure due to the use of airfreight to get the supply  | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |
| <b>Indirect physical</b><br><b>- Acute: Flooding</b>        | Increased intensity and occurrence of flooding events, leading to the need to find alternative suppliers   | Increased operational expenditure due to the use of airfreight to get the supply  | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |
| <b>Indirect physical</b><br><b>- Acute: Storms/cyclones</b> | Increased intensity and occurrence of storms/cyclones, leading to the need to find alternative suppliers   | Increased operational expenditure due to the use of airfreight to get the supply  | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |
| <b>Transition</b><br><b>- Policy &amp; Legal</b>            | Increased price of GHG emissions related to raw material supply chain leading to increase on raw material costs  | Increased operational expenditure caused by increase in raw material costs  | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |
| <b>Transition</b><br><b>- Policy &amp; Legal</b>            | Import regulations (such as EUDR, CBAM) and other regulations related to resource protection may result in supply shortages, or raw material price increases due to supply chain disruptions | Increased operational expenditure due to higher investments needed to secure sustainable commodities, increasing primary raw material costs | 2026 | ●            | ●             | ●             |              |
|   |  |   | 2030 | ●            | ●             | ●             |              |
|   |  |   | 2050 | ●            | ●             | ●             |              |

● High   ● Medium   ● Low

<sup>1</sup> The results provided are based on the highest risk value identified among the geographies analyzed. This is chosen as a cautionary approach, but these results may not reflect the risks in all geographies where SIG operates. Direct physical risks are mostly caused by fluvial flooding in United States, Brazil, and China.

[Appendix](#)

**OWN OPERATIONS**

| Risk  | Description  | Financial impact  | Time horizon | 1.5°C warming | 2-3°C warming | ≥3°C warming |
|---|--|---|--------------|---------------|---------------|--------------|
| <b>Direct physical</b><br><b>- Acute &amp; chronic</b>      | Increased intensity and occurrence of climate hazards, leading to damages to SIG production sites  | Loss in asset value due to structural damages                       | 2030         | ●             | -             | ●            |
|   |  |   | 2050         | ●             | -             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Wildfires</b>       | Increased intensity and occurrence of wildfires, leading to indirect impact in production, such as the inability to access workplace or impacts to employee's health and safety              | Reduced revenue due to disruption in production                     | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Coastal floods</b>  | Increased intensity and occurrence of coastal floods, leading to indirect impact in production, such as the inability to access workplace or impacts to employee's health and safety         | Reduced revenue due to disruption in production                     | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Flooding</b>        | Increased intensity and occurrence of flooding events, leading to indirect impact in production, such as the inability to access workplace or impacts to employee's health and safety        | Reduced revenue due to disruption in production                     | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Storms/cyclones</b> | Increased intensity and occurrence of storms and cyclones, leading to indirect impact in production, such as the inability to access workplace or impacts to employee's health and safety    | Reduced revenue due to disruption in production                     | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Extreme heating</b> | Increased intensity and occurrence of extreme heating events, leading to indirect impact in production, such as the inability to access workplace or impacts to employee's health and safety | Reduced revenue due to disruption in production                     | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Transition</b><br><b>- Policy &amp; Legal</b>            | Increase in local climate-related regulation might impact specific regions where SIG is located  | Increased costs/investments needed to meet regulatory requirements  | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Transition</b><br><b>- Technology</b>                    | Increased costs of new technologies to be adopted to meet transition to low carbon future  | Increased capital investments for technology development            | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |
| <b>Transition</b><br><b>- Reputation</b>                    | Increased stakeholder concern and sentiment related to environmental or sustainability matters, leading to potential decrease in sales   | Reduced revenue due decrease in sales related to loss in reputation | 2026         | ●             | ●             | ●            |
|   |  |   | 2030         | ●             | ●             | ●            |
|   |  |   | 2050         | ●             | ●             | ●            |

● High ● Medium ● Low

## DOWNSTREAM

| Risk  | Description   | Financial impact  | Time horizon | 1.5°C warming | 2-3°C warming | ≥3°C warming |
|---|---|---|--------------|---------------|---------------|--------------|
| <b>Indirect physical</b><br><b>- Acute: Wildfires</b>       | Increased intensity and occurrence of wildfires, leading to delays in downstream distribution   | Reduced revenue from lower sales/output                       | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Coastal floods</b>  | Increased intensity and occurrence of coastal floods, leading to delays in downstream distribution  | Reduced revenue from lower sales/output                       | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Flooding</b>        | Increased intensity and occurrence of flooding events, leading to delays in downstream distribution   | Reduced revenue from lower sales/output                       | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |
| <b>Indirect physical</b><br><b>- Acute: Storms/cyclones</b> | Increased intensity and occurrence of storms and cyclones, leading to delays in downstream distribution   | Reduced revenue from lower sales/output                       | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |
| <b>Transition</b><br><b>- Policy &amp; Legal</b>            | Strengthened ESG regulation on product performance (e.g. EU Green Claims Directive; Env. Product Footprint etc) and on waste disposal, recyclability and circularity of products  | Reduced revenue if products do not meet the new requirements  | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |
| <b>Transition</b><br><b>- Market</b>                        | Increased customer preferences for eco-friendly alternatives, e.g. in case alternative products to SIG's would have lower carbon footprint or be 100% recyclable around the world | Reduced revenue due to lower demand for products and services | 2026         | ●             | ●             | ●            |
|   |   |   | 2030         | ●             | ●             | ●            |
|   |   |   | 2050         | ●             | ●             | ●            |

● High   ● Medium   ● Low

## Climate-related opportunities

### UPSTREAM

| Opportunity                            | Description   | Financial impact  | Time horizon | 1.5°C warming | 2–3°C warming | ≥3°C warming |
|--|---|---|--------------|---------------|---------------|--------------|
| Resource substitutes / diversification | Diversification of LPB, aluminum, and polymer suppliers, as well as other commodity supply chains, including the adoption of responsible sourcing standards, to support the transition and enhance SIG's resilience | Avoided carbon costs from low-carbon intensity raw material alternatives                                    | 2030         | ●             | ●             | ●            |
|  |   |   | 2050         | ●             | ●             | ●            |
| Resilience of supply chain             | Integrated transportation planning and development of alternative routes, leading to reduced disruptions in critical supply chains thereby avoiding product shortages   | Avoided costs through increased reliability of supply chain and ability to operate under various conditions | 2030         | ●             | ●             | ●            |
|  |   |   | 2050         | ●             | ●             | ●            |

### DOWNSTREAM

| Opportunity                    | Description  | Financial impact  | Time horizon | 1.5°C warming | 2–3°C warming | ≥3°C warming |
|--------------------------------|--|---|--------------|---------------|---------------|--------------|
| Products and services          | Increased demand for product and services related to long-life consumable in markets highly exposed to physical climate risks  | Increased revenue through new products and services related to ensuring resiliency                          | 2030         | ●             | ●             | ●            |
|                                |  |   | 2050         | ●             | ●             | ●            |
| Resilience of the supply chain | Integrated transportation planning and development of alternative routes, leading to reduced disruptions in critical supply chains thereby avoiding product shortages                                  | Avoided costs from an increased reliability of supply chain and ability to operate under various conditions | 2030         | ●             | ●             | ●            |
|                                |  |   | 2050         | ●             | ●             | ●            |
| Access to new markets          | Enhanced market positioning for SIG low-carbon solutions in new markets with carbon-related regulations in place or emerging   | Increased revenue through access to new and emerging markets  | 2030         | ●             | ●             | ●            |
|                                |  |   | 2050         | –             | –             | –            |
| Shift in consumer preferences  | Reduced carbon footprints compared to conventional alternatives through the incorporation of renewable materials and their recyclability, aligning with the new market trends and consumer preferences | Increased revenue through demand for lower emissions products and services                                  | 2030         | ●             | ●             | ●            |
|                                |  |   | 2050         | ●             | ●             | ●            |

● High   ● Medium   ● Low

## Risk management

We conducted the 2024 climate-related risk and opportunities assessment through scenario analysis. As mentioned under the Strategy section above, the assessment was completed in two phases. Phase 1 was focused on a detailed assessment of direct physical risks to our owned and leased production sites. Phase 2 was focused on a higher-level assessment of direct and indirect physical and transition risks as well as opportunities across our value chain. Depending on the type of impact, the assessments under Phase 2 were done at key locations or at global level. Physical risks include acute and chronic physical risks. Transition risks include technology, market, reputational and legal risks. Opportunities relate to resource efficiencies and cost savings, development of new products and services, access to new markets and creating resilience.

Phase 1 assessed the exposure (i.e. the level to which an asset is potentially affected by a hazard) and the vulnerability (i.e. the loss of net asset value, resulting from the exposure analysis combined with the potential amount of damage of a hazard) of our production sites. Phase 2 was performed selectively for the business areas and locations within the value chain that are most likely to present significant risks. Key considerations for the risk assessment included the supply of raw materials, the location of our production sites, their share of emissions, exposure to emerging regulations and sales from large customers. To assess climate-related risks and opportunities along the value chain, we assigned a rating to the likelihood (i.e. probability of occurrence for each chosen location, scenario and time horizon) and impact (i.e. financial consequences for the business) of risks and opportunities. The final risk rating allocation process is based on both the likelihood and the financial impact rating, aligned with our annual enterprise risk management (ERM) and the double materiality assessment processes. By analyzing the convergence of likelihood and impact, we determined a final risk category for each type of risk. The three possible risk categories (low, medium, high) were then used to prioritize each climate issue and assess their materiality. Opportunities were rated only based on impact.

The process for managing climate-related risks and opportunities is linked to our annual ERM process, with additional consideration of longer-term climate-specific time horizons. Management is responsible for identifying and reporting risks and for implementing and tracking mitigation measures. The material climate-related risks resulting from our scenario analysis are implemented in the ERM risk catalog and financial implications are also embedded within potential impact for that risk. At least annually, top ERM risks and mitigation actions are reviewed in workshops with regional and functional leadership teams. During these workshops, we review the top risks from the previous cycle, discuss potential emerging risks and review the status of our mitigating measures. The results of these workshops are then discussed with the Group Executive Board (GEB). Each ERM risk, including the respective mitigation actions, is owned by a member of the GEB. The top risks and mitigation actions are subsequently reviewed by the Audit and Risk Committee (ARC) and ultimately by the Board of Directors, who is also setting the risk profile and the risk capacities of the Group.

Each mitigation action has an owner at Group level who works closely with the respective regional functions to ensure local implementation. Moreover, each focus area of the Group's sustainability approach (Climate+, Nature+, Resource+ and Food+), including their related commitments, is owned by a member of the Responsibility Steering Group, who is accountable for setting goals and delivering progress through targeted workstreams. Leaders from relevant business functions and regions are responsible for implementing the Group's sustainability commitments with support from their teams and subject matter experts. The Group follows a range of different measures to manage and reduce identified climate-related risks as well as to capitalize on climate-related opportunities.

### Measures to manage or mitigate physical risks across production sites

Examples of physical relevant risk mitigating measures implemented and continuing at our own, and leased, production sites include:

- Upgraded all facilities to withstand harsh conditions, including the use of fire-resistant materials and infrastructure improvements to handle increased temperatures.
- Developed comprehensive emergency plans for various climate-related events at all sites.
- Waterproofed the lower levels of assets and elevated valuable equipment to protect against flooding.
- Reviewed and improved the drainage systems of buildings to mitigate the impact of flooding.
- Developed specific response plans for floods and snow removal.
- All employees are trained in safety procedures, firefighting measures, evacuation procedures, and general safety.
- Maintaining trees and green spaces to prevent hazards during high winds and to increase water absorption, creating protective barriers.
- Ensuring regular maintenance and servicing of equipment and buildings to adapt to rising temperatures.
- Upgrading building infrastructure to ensure it can withstand increased temperature, particularly for temperature-sensitive equipment.

### Measures to manage or mitigate transition risks and take advantage of opportunities

Examples of existing and ongoing measures taken to manage transition risk and opportunities include:

- Refinement of our strategies for the main Scope 3 categories, adjusting the impact and timing of critical projects such as the transition to aluminum-free packaging.
- Prioritization of strengthening partnerships with key suppliers and working together to reduce emissions throughout our supply chain.
- Identification of carbon removal solutions within our supply chains, including logistics and commodity sourcing.
- Development of interim emission reduction milestones to closely monitor progress and make adjustments to ensure that we remain on track to meet our mid- and long-term goals, as well as customer expectations, through our **Climate+** program.
- Continuous innovation of lower carbon footprint packaging solutions and intensification of efforts to boost collection and recycling rates in key regions through our **Resource+** program.

For more information on our ERM, see [Enterprise risk management →](#).

For additional details on our climate-related mitigation and adaptation measures, refer to [Climate+ →](#), [Nature+ →](#), [Resource+ →](#), [Food+ →](#) and [Responsible culture: Our suppliers →](#).

## Metrics and targets

The management of climate-related risks and opportunities is supported by key metrics and targets which allow us to monitor our performance to address and mitigate the effects of climate change. We are striving to minimize our footprint at every stage of the value chain – from sourcing to production, filling, use and recycling of our packs. We are going further to bring positive impact beyond our value chain, helping our customers and consumers to further lower their own carbon footprint with our low-carbon packaging solutions. We are already among the group of leading companies that have developed a transition plan and set greenhouse gas (GHG) reduction targets approved by the Science Based Targets initiative (SBTi) in line with the latest climate science to keep global warming below 1.5°C, which are comparable to Switzerland's climate goals (as per the Swiss Climate Protection Ordinance and Climate and Innovation Act).

For our climate-related targets and KPIs, see [Climate+: Our targets and performance →](#), [Nature+: Our targets and performance →](#), [Resource+: Our targets and performance →](#) and [Key performance indicators →](#).

For more details on our greenhouse gas reporting, see [Greenhouse gas emissions basis for reporting →](#).