



LHE Environmental Policy

LHE is a global provider of products, and services in the areas of heat transfer, mainly in energy, and the marine industry. LHE's products and expertise contribute to the efficient utilization of energy and can make significant contributions to reducing the environmental impact of industrial processes. LHE's Heat Exchangers help in recovering the energy from being wasted and in turn save fossil fuel consumption.

Precautionary approach

LHE supports a precautionary approach to environmental challenges. Our ambition is to continuously improve our work to reduce our impact on the environment.

We are committed to:

- Reducing climate impact, with the target: Carbon neutral by 2030 across the value chain and net zero by 2050.
- Upholding the UN Global Compact and the 10 principles in the areas of environment, human rights, labor rights, and anti-corruption.
- Supporting the UN Agenda 2030 through our products and services by improving our customers' processes, as well as by improving our internal processes.
- Protecting the environment and preventing pollution.
- Increase energy efficiency in our own as well as in our customers' processes.
- Reducing water consumption with a focus on water scarce areas, and improving waste management, aiming at zero waste to landfill.
- Adopting circularity measures to reduce negative environmental impacts, including climate emissions along the entire value chain of our products and services.
- Applying Life Cycle Assessments (LCA) to measure and secure that new products have a lower environmental impact than the ones they replace.
- Applying LHE's Restricted Substance list and the restrictions set herein to ensure that we and our suppliers have good control over the use and management of substances associated with environmental or health risks.
- Ensuring that we have good management and control of the chemical products within our business and operations, by following internal standards and guidelines.

Compliance

LHE will as a minimum comply with applicable local and international environmental legislation, rules, regulations, and corporate guidelines. These commitments are reflected in corporate policies, rules, guidelines, and shared best practices.

An Environmental Management System (EMS) is used to monitor and measure the environmental performance targets set by LHE group management and signed agreements. In our major production sites, the EMS shall comply with the ISO 14001 standard or equivalent.

Responsibilities and application

Application of this environmental policy is a line management responsibility and is communicated to employees through training and internal communication channels. Employees shall continuously be trained in environmental requirements relevant to their work.

Communication

We are committed to being transparent about our environmental performance and listening to stakeholder concerns. The whistle-blower functionality can be used to report breaches.

HagBum Kim

CEO
LHE