

## **Connectivity Matrix**

As a family business, we don't think in terms of years, rather in generations. We organise our chains such that we continue to be both a financially healthy family business and committed to reducing our impact on the environment (people, animals and planet).

context	challenges for Royal A-ware	strategic pillar	ambitions	our family business	Material topic	objectives	risks
megatrends  Impact of food production on the environment Feeding the growing world population More sustainable consumer behaviour Digitalisation  stakeholders  Customers Suppliers Dairy farmers Financers Society  relevant SDG's  2 ZERO HINNERR  B DECENT WORK AND ECONOMIC GROWTH AND PRODUCTION AND PRODUCTION COOL  13 AUTION AND PRODUCTION COOL  13 AUTION AND PRODUCTION COOL  15 AUTION AND PRODUCTION COOL  16 COOL  17 AUTION COOL  18 DECENT WORK AND COOL  19 AUTION COOL  10 AUTION COOL  11 AUTION COOL  12 COOL  13 AUTION COOL  14 AUTION COOL  15 AUTION COOL  16 AUTION COOL  17 AUTION COOL  18 AUTION COOL  18 AUTION COOL  19 AUTION COOL  19 AUTION COOL  10 AUTION COOL  10 AUTION COOL  11 AUTION COOL  11 AUTION COOL  12 AUTION COOL  13 AUTION COOL  14 AUTION COOL  15 AUTION COOL  16 AUTION COOL  17 AUTION COOL  18 AUTION C	HEALTHY	product	Products with the optimal nutritional value and the lowest possible footprint, in accordance with customer requirements.		NUTRITIONAL VALUE IN RELATION TO ENVIRONMENTAL IMPACT	Developing and promoting a vision on the environmental impact of dairy on the environment in relation to nutritional value.	<ul><li>The value of dairy is improper.</li><li>Public opinion on livestock farming</li></ul>
				mission  The shortest journey from consumer to cow.  Core activities  We produce and package cheese, fresh dairy, cream, milk powder and tapas for the whole world.  We organise our chain in an efficient and sustainable way.	WATER	2. Baseline measurement and setting a target for the year 2030.	
	CLIMATE	processing	An efficient and sustainable production process with the lowest possible footprint.		GREENHOUSE GAS EMISSIONS ROYAL A-WARE	Commitment to Science Based Target initiative (SBTi):  • 2025: 3. no deforestation in the supply chain 4. at least 80% renewable energy  • 2030 (compared to 2021): 5. 2030: Use of 100% renewable energy at our sites 6. at least 80% reduction in greenhouse gases in scope 1 & 2 7. at least 42% reduction in greenhouse gases in scope 3 8. at least 30% reduction of FLAG emissions  • 2050 (compared to 2021): 9. at least 72% reduction in FLAG emissions (compared to 2021) 10. a net zero supply chain	<ul> <li>Affordability</li> <li>Availability of raw materials</li> <li>Climate change</li> <li>Reputation</li> </ul>
		raw materials	More sustainable packaging and efficient use of raw materials and consumables.		MORE SUSTAINABLE PACKAGING	11. 2025: All single-use plastic consumer packaging is recyclable.	
					WASTE MANAGEMENT & CIRCULARITY	12. Every year, a maximum of 0.1% loss of our raw materials in our chains.	
	ANIMAL PRODUCTION IN BALANCE WITH THE ENVIRONMENT	dairy farming	A resilient family-owned dairy farming with continued focus on animal welfare and the lowest possible footprint.		GREENHOUSE GAS EMISSIONS FROM DAIRY FARMING	13. 2030: an average of at least 30% reduction in greenhouse gases per kilogram of Fat- and Protein-corrected Milk (compared to 2021).	Milk availability     Government policy     Public opinion on livestock farming
					SOIL	14. Royal A-ware strives for maximum carbon sequestration in its supply chains.	
					RESPECT FOR ANIMAL WELFARE AND HEALTH	<ul><li>15. Royal A-ware uses an Animal Welfare Quality Management-derived tool for continuous attention to and improvement of animal health and welfare.</li><li>16. Royal A-ware aims to achieve the sector goals for animal health and animal welfare as determined in the country where the milk is produced.</li></ul>	
					BIODIVERSITY	<ul> <li>17. Dairy farmers are committed to preserving and restoring biodiversity:</li> <li>2025: meet at least 1 biodiversity bundle</li> <li>2030: meet at least 2 biodiversity bundles</li> </ul>	
					RESILIENT DAIRY FARMING	18. Yearly: at least 75% of dairy farmers participate annually in at least 1 substantial gainful activity offered by the Dairy Academy.	
	TRANSPARENT AND FACT-BASED	employees	An environment where people work safely and happily, contibute to a successful business and work on their own development.		EMPLOYEE DEVELOPMENT	19. Annually: 100% of our employees have a fit interview at least once a year + development goals.	
					EMPLOYEE SAFETY	20. Annually: zero accidents.	
					AND HEALTH	21. Annually: sick leave levels equal to or lower than industry sector average.	
					DIVERSITY AND INCLUSIVITY	22. 2023: drawing up an action plan to implement the Act on gender diversity in boards.	
		respectful partnerships	Maintain long-term part- nerships with customers, suppliers and dairy farmers. All partners have lasting benefit from the collaboration.		TRANSPARENCY AND INTEGRITY	23. Royal A-ware respects international business agreements as set out in IMVO and OECD guidelines.	<ul><li>Reputation</li><li>Business continuity</li></ul>
					VALUABLE COOPERATION PARTNERS	24. To make supply chains more efficient and sustainable, we focus on long-term collaborations where all links in the chain consistently benefit.	