

ENVIRONMENTAL POLICY



«Climate change presents a unique challenge for economics: it is the greatest and widest-ranging market failure ever seen.»¹

Economic activity always has an impact on nature and the environment. We actively promote sustainable development by behaving in a professional and environmentally conscious way. As a leading provider of biomass-based energy generation systems, we not only aim to make a positive contribution towards mitigating climate change with our products, but also wish to fulfil our environmental responsibilities as a company.

The Schmid Group adheres to the following principles:

Continuous development

We are committed to continuously improving our company's environmental protection activities. In addition to developing new products and improving them on an ongoing basis, we also strive to be an environmental pioneer. We constantly endeavour to minimise adverse effects on the environment and reduce the consumption of energy and raw materials.

Regulatory compliance

We are committed to meeting all legal and regulatory requirements in the area of environmental protection. Furthermore, we take all necessary measures to protect our environment from harm.

Focus on priorities

We are committed to devoting special attention to key environmental aspects. A small number of highly relevant environmental indicators provide a basis on which to assess and guide the Schmid Group continuously in its efforts to protect the environment. The objectives are pursued with direct optimisation measures as part of a professional environmental management system.

Eschlikon, May 2012

 **SCHMID**
energy solutions

CEO
Philipp Lüscher

A handwritten signature in blue ink, appearing to read "P. Lüscher".

¹ Stern Review on the Economics of Climate Change 2006, p. i