

Kuinka Valmet on sitouttanut toimittajiaan päästövähennyksiin

11.6.2025Jani SuomalainenVP Supply Chain



Topics

- This is Valmet
- 360° ESG agenda
- Climate program
 - Emissions
 - Recycled & low-CO₂ steel
 - Engaging suppliers
 - Tools
 - Best practices
- Outcomes



SUPPLY CHAIN

-20%

CO, emission reduction

OWN OPERATIONS

-80%

CO2 emission reduction

USE PHASE OF VALMET'S TECHNOLOGIES

-20%

Further reduced energy use of Valmet's current technologies 100%
Carbon neutral production



This is Jani Suomalainen

Passionate about sustainability and leading by own example

- Head of procurement and logistics in Valmet
- 20 years supply chain experience
- Own family CO₂ emissions have reduced by 50%:

| Emission types | 2019 | 2024 |
|------------------------------|--------|--------|
| Vehicle fuels | 6 t/a | 3 t/a |
| House heating | 9 t/a | 0 t/a |
| Food | 8 t/a | 4 t/a |
| Flying | 15 t/a | 12 t/a |
| Purchased electricity | 10 t/a | 0 t/a |
| Clothes, devices etc | 9 t/a | 10 t/a |
| Total emissions | 57 t/a | 29 t/a |
| Carbon capture in own forest | 20 t/a | 30 t/a |
| Net emissions | 37 t/a | -1 t/a |



Valmet designs, manufactures and erects machinery, consumables, valves, automation systems and spareparts for pulp, paper, board, heat & electricity producers and many other industries

Pulp mills



Revenues 5+ bn€/a Staff 19000 Scope 1 emissions 20 kt/a

Board and paper machines



Valves



Biomass boilers



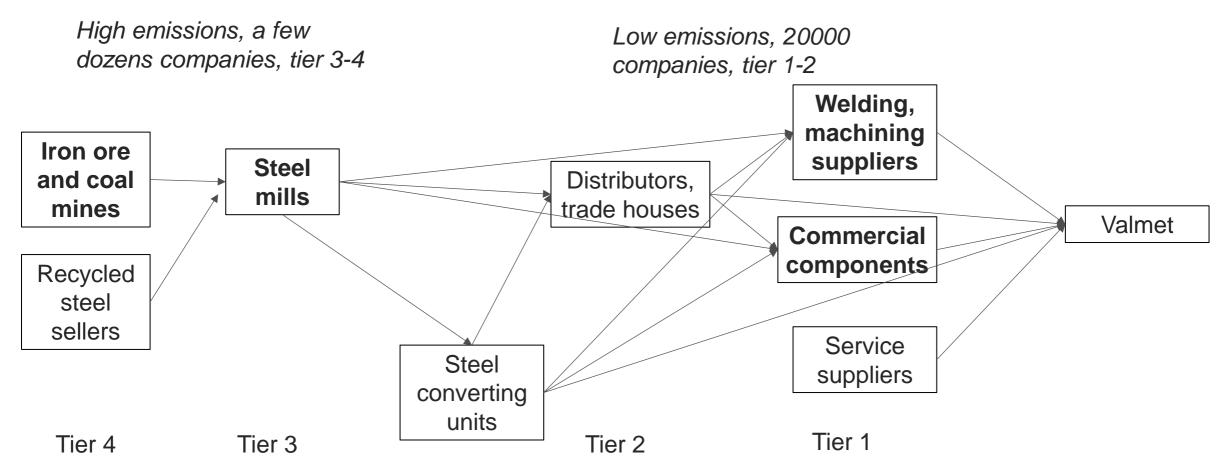


Valmet's 360° ESG agenda covers the entire value chain





Our upstream value chain is complex **Bolded** suppliers have bigger emissions \rightarrow emission reductions needed



Main actions to reach -20% absolute emission reductions in upstream supply chain contain supplier engagement, recycled raw materials and logistics

| Value chain: Upstream Scope 3 | | Base year | 2030 target |
|-------------------------------|--------------------------------|-----------|-------------|
| | GHG emissions (1,000 tCO₂e) | 1,600 | 1,300 |
| Decarbonization lever | Supplier engagement | _ | -170 |
| | Recycled raw materials | _ | -100 |
| | Logistics | _ | -30 |



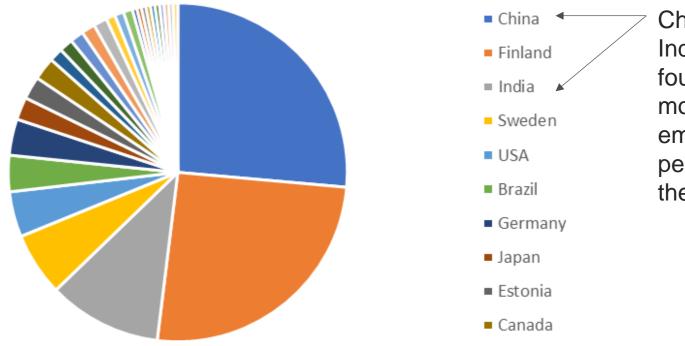
Recycled steel

- Valmet would like to use only recycled and low-CO₂ steel but availability is limited
- Steel industry must invest hundreds of bn€ to become carbon neutral
- Global annual steel production is 2 bn tonnes while there is only 0,5 bn/a steel scrap in the circulation
- We have increased the share of recycled steel for our own foundries from 50% to 76% in 2020's, and our valves contain 90% recycled steel



Valmet has helped and engaged 325 suppliers in 28 countries for CO₂ reduction actions – Target 500 suppliers by 2030

Engaged suppliers per country

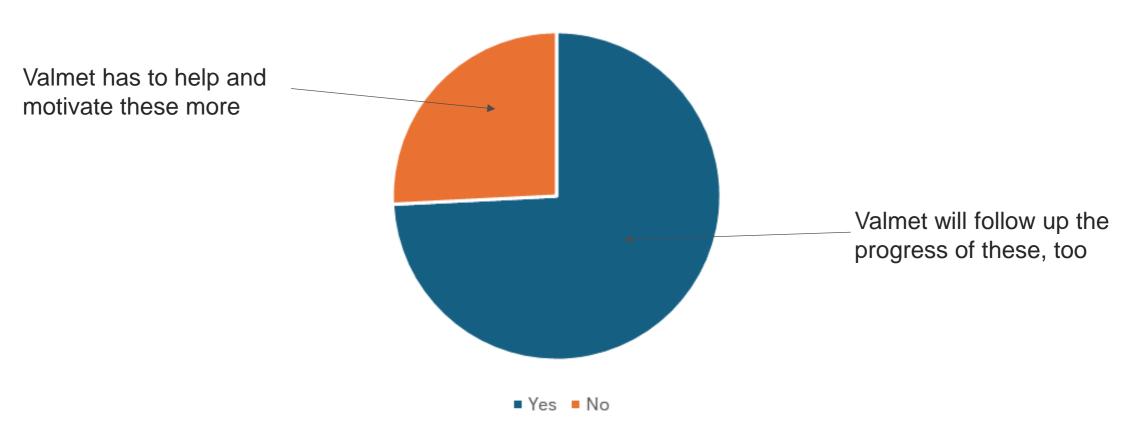


China and India have four times more CO₂ emissions per kg than the Nordics



75% of Climate program engaged suppliers have set CO₂ reduction targets

Does the supplier have CO2 reduction targets?





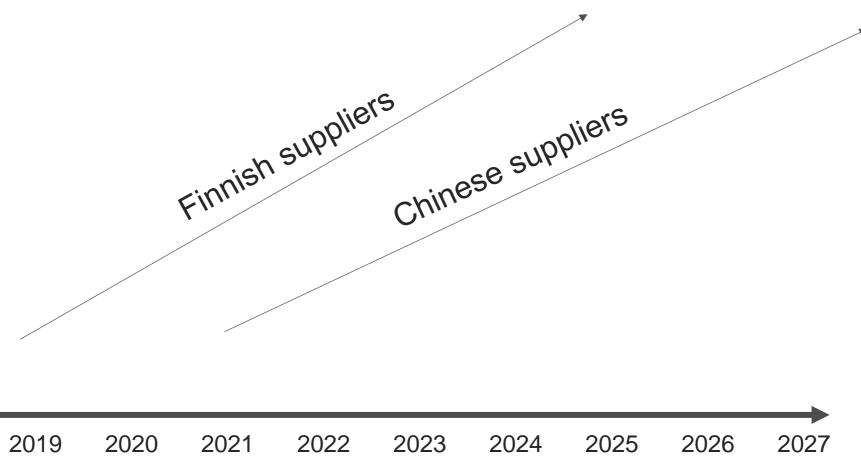
Maturity levels of Valmet's Finnish and Chinese suppliers

Tangible results

Targets and actions for emission reductions

Understanding on emissions

No understanding on emissions



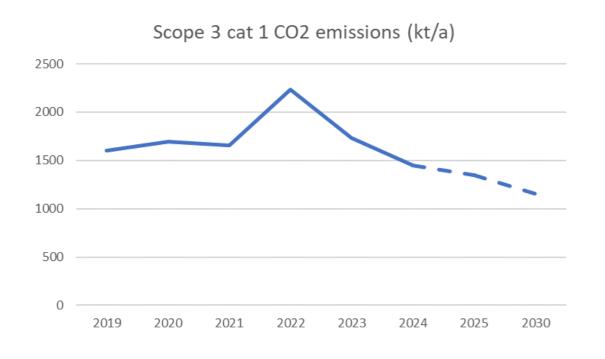


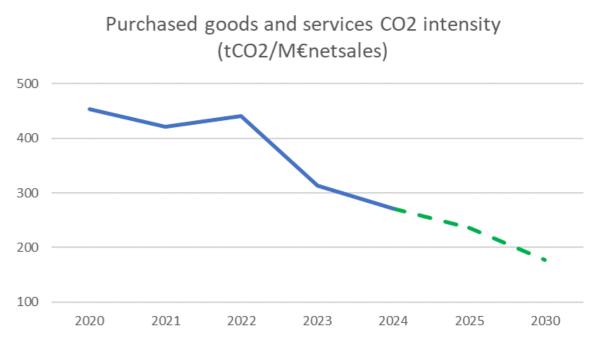
Best practice examples

- A commercial component supplier has reduced their scope 1 and 2 emissions to zero in their Nordic factory by
 - buying CO₂-free electricity,
 - changing the heating system,
 - using e-forklifts, and
 - compensating the remaining emissions
- A power transmission supplier reduced their scope 1 and 2 emissions by 85% by
 - buying CO₂-free electricity and CO₂-free district heating



Purchased goods and services emissions have already reduced a lot vs. net sales

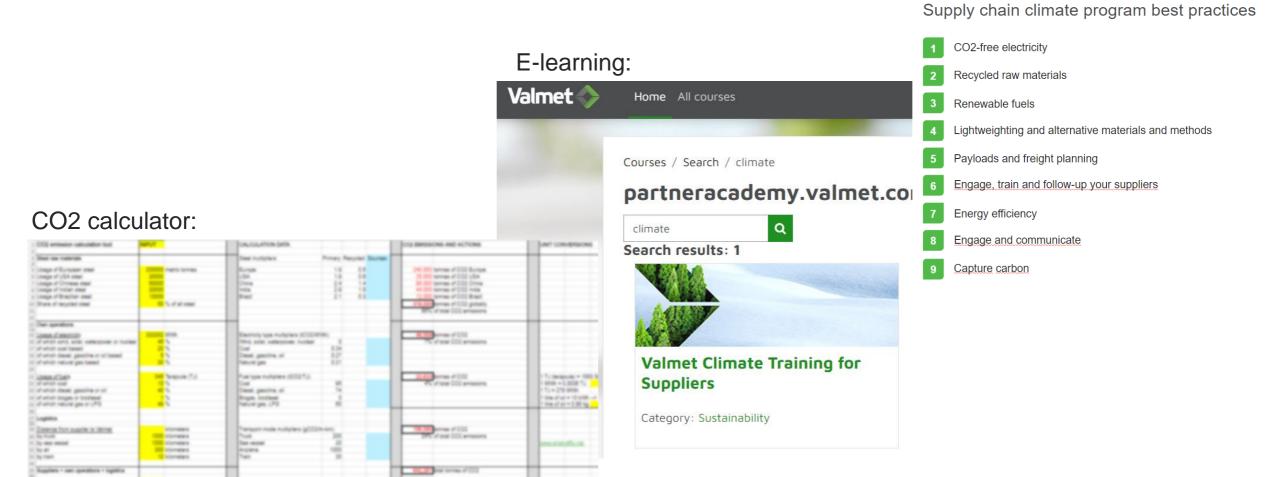






Best practice library:

Tools offered for suppliers to help reducing CO₂ emissions





Valmet has received external awards for its sustainability progress Internal

 European Institute for Purchasing Management (EIPM):



• European Chamber of Commerce in Shanghai:





Thank you! Questions or comments please!

