MOREVALUE LESSIMPACT SIKA SUSTAINABILITY

COMMITMENT

CUSTOMER-FIRST APPROACH OVER 18,000 DEDICATED EMPLOYEES FOCUS ON LEADERSHIP SINCE 1910

SOLUTIONS LIFE-CYCLE CONCEPT PROVIDES

ADDITIONAL VALUE AND ENHANCED PERFORMANCE

EFFICIENCY

COMPETITIVE-ADVANTAGE THROUGHOUT THE VALUE CHAIN

RESPONSIBILITY

SOCIAL INITIATIVES SUPPORTED WORLDWIDE



BUILDING TRUST





CONTENTS

ECONOMIC PERFORMANCE

increase % of net sales on prior year.

-3% Energy consumption

per ton & year

LOCAL COMMUNITIES/SOCIETY

5% More projects per year

SUSTAINABLE SOLUTIONS

ALL

New projects assessed and roadmaps implemented

WATER/WASTE

-3%

Water consumption per ton & year

occupational SAFETY
-5%
Accidents
per year

ed and ited









Sika has been successful as a technology company for more than 100 years. From the outset, sustainability has been a core element of the company's strategy, business, and culture.

Dur Commitment	4
Sika Culture	5
Sika's Sustainability Approach	6
Economic Performance	8
Sustainable Solutions	10
Local Communities/Society	12
Energy	14
Water/Waste	16
Occupational Safety	18
Sika Principles	20

PORTRAIT

Sika is a specialty chemicals company with a leading position in developing and manufacturing products, systems, and solutions for bonding, sealing, damping, reinforcing, and protecting in the building sector and the motor vehicle industry. Sika has subsidiaries in 100 countries around the world and manufactures in over 170 factories. Its more than 18,000 employees generate annual sales of CHF 5.5 billion.

3

SUSTAINABILITY - FOR THE GENERATIONS TO COME

SIKA HAS BEEN A SUCCESSFUL MANUFACTURER OF SPECIALTY CHEMICALS FOR OVER 100 YEARS. SUSTAINABILITY HAS LONG BEEN A CORE ELEMENT OF ITS STRATEGY, BUSINESS OPERATIONS AND CORPORATE CULTURE.

Sika's sustainability strategy is therefore closely linked to its corporate strategy and encompasses six targets that cover the economic, environmental and social dimensions.

Sika takes a long-term perspective on the development of its of our solutions and contributions for present and future business and acts with responsibility towards all stakeholders. We are proud of our sustainability achievements and the fact that we have delivered more value to our stakeholders with less impact on the environment.

MORE VALUE FOR ALL STAKEHOLDERS

Through its products, systems, and solutions, Sika seeks to generate benefits for stakeholders that far outweigh the negative consequences of the production process and resource consumption. Both the right strategy and the trust as well as the dedication of all employees are pillars of Sika's success. The Sika journey to global leadership is founded on the company's entrepreneurial philosophy and the Sika Spirit, which is a synonym for the strong set of five values and principles which makes up the DNA and culture of the company: Customer First, Courage for Innovation, Sustainability & Integrity, Empowerment & Respect, and Manage for Results.

Sustainability has always been part of our identity. We are committed to continuously measure, improve, report, and communicate sustainable value creation. "More Value - Less Impact" refers to Sika's commitment to maximize the value generations.



Sika's success not only depends on pursuing the right strategy, but just as much on the trust and dedication of all employees. The Sika journey to global leadership is based on the company's entrepreneurial philosophy and the Sika Spirit, a strong set of values and principles which makes up the DNA of the company. Five management principles express the corporate culture and are the foundation of current and future success.





"It is incredibly exciting to be among the pioneers in such a big and rapidly growing market and to help position Sika as the leading construction chemicals company."

SIKA TEAM NIGERIA



Sika Sustainability OUR COMMITMENT



"To have the best possible supply chain, we optimized cost and service efficiency, and, based on our values, built up a well-functioning team comprising people from a wide range of disciplines and cultures."

SIKA CHILE: SUPPLY CHAIN TEAM



plant. The new factory will mark the continuation of our dedicated and successful expansion strategy."

SIKA THAILAND: NEW-BUILD FACTORY PROJECT TEAM

WHY WE DO WHAT WE DO

Sika is dedicated to sustainable development, assuming responsibility to provide sustainable solutions in order to improve material, water, and energy efficiency in construction and transportation. Sika strives to create value for all its stakeholders with its products, systems, and solutions along the whole supply chain and throughout the life span of its products.

SHARED VALUE

Sika strives to conduct business sustainably without impairing the economic, social, and environmental opportunities of future generations. As a member of international, national, and local organizations, the company promotes sustainable development wherever it operates. Sika acts as a good corporate citizen engaging in the local communities. Sika's strategy fully integrates sustainability into all its business processes in order to maintain its competitive advantage. Internally, the company promotes sustainability through its efficiency and safety programs. Creating and increasing value while reducing impacts that's the goal.

MATERIALITY ANALYSIS

The goal of sustainable development requires the involvement of every participant along the entire value chain and the identification of shared topic areas of significance to all those involved. Therefore, Sika repeats biennially the materiality analysis originally carried out during the development of the sustainability strategy. The most important internal and external stakeholder groups are contacted to determine which sustainability issues they consider most important and to review whether relevant changes have taken place. A recent survey in 2015 shows that the points of emphasis are still the right ones and Sika's system of targets remains valid.

THE PILLARS OF SUSTAINABILITY

RELEVANCE

Sustainability is a business enabler, business driver, and brand message with high relevance to construction and transportation target markets, driven by global megatrends.

INCREASE VALUE

Sika is an industry leader by pioneering a portfolio of sustainable products, systems, and services. Products and systems are designed for energy, material, and water efficiency. for durability, and safe use, driven by Sika's product innovation process, sustainability roadmaps, and technology teams.

REDUCE EOOTPRINT

Sika improves its environmental and safety footprint, reducing energy, water, and material demand per product unit, and works without injuries. The company sets targets for safety and efficiency, holding line management responsible for achievement.

Based on these aspects, Sika developed a target setting and reporting scheme in line with the G4 Guidelines of the Global Reporting Initiative (GRI G4) to focus its activities and resources until 2018

COMPLIANCE

Legal and regulatory compliance, anticorruption, and respect for human rights along the supply chain are the foundations of Sika's business behavior wherever the company operates.

SOCIAL PROGRESS INTEGRATION

Sika builds trust and creates value for customers, communities, and society. Sika believes that embedding in the social fabric of society and communities will promote its business to the benefit of all.

Sika is a signatory of the UN Global Compact and a member of the World Business Council for Sustainable Development (WBCSD). Donations to sustainable projects underpin the company's commitment.

SIX SUSTAINABILITY TARGETS

Sika defines six target indicators with the largest potential effect. They cover the economic, environmental, and social dimensions of Sika's business.

ECONOMIC PERFORMANCE

Our success directly benefits all stakeholders.

products, systems, and services.

TARGET Operating profit (EBIT) increase % of net sales on prior year.

TARGET All new projects are assessed in accordance with Sika's Product **Development Process. All local key** projects are implemented.

I FSS IMPACT

ENERGY	WATER/WASTE
We manage resources and costs carefully.	We increase water ar efficiency.
TARGET 3% less energy consumption per ton and year.	TARGET 3% less water consu waste per ton and ye

SUSTAINABLE SOLUTIONS

We are leading the industry by pioneering a portfolio of sustainable

LOCAL COMMUNITIES/SOCIETY

We build trust and create value with customers, communities, and with society.

TARGET 5% more projects per year.

MORE VALUE

d material

imption and

OCCUPATIONAL SAFETY

Sika employees leave the workplace healthy.

TARGET 5% less accidents per year.

SHARED SUCCESS AND STRONG PARTNERSHIPS

PARTNER FOR ALL STAKEHOLDERS

Sika is a reliable and long-term partner for all its stakeholders. Financially sound, Sika is able to create value. The company aims to be a respected employer, a provider of high-performing and durable products, an attractive long-term investment opportunity, a responsible tax payer, and a good corporate citizen helping communities to flourish. Sika focuses on global technology leadership and market penetration, from new-build construction to refurbishment.

SEVEN TARGET MARKETS, PLENTY OF OPPORTUNITIES

Sustainability in construction relates to both new-build and refurbishment projects. As a global market leader in the construction chemicals industry, Sika continuously leverages its growth potential in all target markets through innovation, quality, and service. Sika's seven target markets are Concrete, Waterproofing, Roofing, Flooring, Sealing & Bonding, Refurbishment, and Industry.

FROM PRODUCT TO SOLUTION PROVIDER

Sika provides its customers with innovative solutions that boost the efficiency, durability, and aesthetic appeal of buildings, infrastructure facilities, installations, and vehicles throughout construction and use. The integrated concepts and solutions address the entire life cycle of a facility, from initial construction to repair, refurbishment, and deconstruction. The extension of a facility's life span through appropriate maintenance and modernization creates economic and environmental value.



HIGHLIGHTS OF STRATEGY 2018

MORTAR BUSINESS 22 new factories and 9 acquisitions since 2012

TECHNOLOGY LEADER 20 Global Technology Centers

17 ACQUISITIONS In 4 vears

37% OF SALES In Emerging Markets

100% COMMITMENT Strong Company Values

WORLDWIDE MARKET PENETRATION MORTAR IS A FAST-GROWING BUSINESS

since 2012. In total, 85 production plants rising by 7.9% in 2015. all over the globe are dedicated to serve customers in the mortar business.

GLOBAL INNOVATION LEADERSHIP

20 GLOBAL TECHNOLOGY CENTERS AND 317 INVENTION DISCLOSURES SINCE 2012

Some 1,400 employees in Research and Development (R&D), Quality Assurance (OA), and Technology Support (TS) drive It is complemented by carefully targeted Sika's innovation, many of them working on basic research and the development of new products in the 20 Global Technology Centers. Since 2012, Sika has filed 297 patent applications and launched a large number of new products in all target markets.





ACCELERATED BUILDUP OF EMERGING MARKETS' POSITION 37% OF SALES IN EMERGING MARKETS CULTURE

The high-margin mortar business – a core Today, more than 37% of sales are genercomponent of Sika's Strategy 2018 – has ated in emerging markets showing strong been delivering above-average perfor- structural growth. The buildup of supply mance over the last few years. Sika has chains and technical competence are crufurther expanded its fast-growing mortar cial for market success. Sika's accelerated business continuously by opening 22 new growth in emerging markets continued to factories and completing 9 acquisitions generate compelling results, with sales

ACQUISITIONS TO IMPROVE MARKET ACCESS, TECHNOLOGY, ECONOMIES OF SCALE 17 ACOUISITIONS WITHIN 4 YEARS

Organic growth - expansion through its own resources – is at the core of Sika's strategy. acquisitions. This external growth allows to close gaps in access to the target markets and to consolidate fragmented markets. Particularly in Africa, Asia, and Latin America, Sika pursues this policy as a means of steadily improving its market position.





STRONG COMPANY VALUES STRENGTHENING OF COMPLIANCE

The Sika Corporate Compliance Officer and four Regional Compliance Officers (RCO) help to preserve Sika's strong compliance culture. To ensure that the Code of Conduct's principles are understood and adhered to by all employees. Sika has developed an animated e-learning program. This training program and the Sika TrustLine, a web-based reporting platform, are part of an awareness-raising campaign on compliance. A defined reporting procedure and an effective organization-wide communication campaign on the use of the Sika TrustLine help to preserve and foster Sika's strong culture of transparency, integrity, and trust.

PIONEERING THE POSSIBILITIES

COST SAVINGS AND CARBON EMISSIONS REDUCTION. GERMANY BRIDGE REFURBISHMENT

Using Sika's innovative fast-curing Sika HANV bridge repair waterproofing system, which guarantees a very fast application, the bridge could be refurbished within a weekend instead of three weeks required by traditional systems. This reduced the length of traffic diversions, thus saving significant costs and avoiding traffic jams, noise, and 615 tons of CO₂ emissions. Another benefit of the applied system is the reduced long-term maintenance need due to increased bond.



INNOVATION DRIVES GROWTH AND SUSTAINABILITY

Since the early days of Sika, continuous innovation has been the key driver of the company's successful growth strategy. Sika innovates to reduce the environmental footprint, to increase the efficiency of products and solutions along the entire value chain, and thus responds to the market demand for sustainable solutions. Implementing life-cycle thinking into practice from product development to application at customer's site marks Sika's aim to move away from being a mere product supplier to a provider of innovative solutions which enhance the efficiency, durability, and aesthetic appeal of buildings, infrastructure, and installations. The integrated concepts and solutions address tion. Sika's products are designed for long-term use, providing the entire life cycle of a built structure, from initial construction more value and causing less impact than comparable alternative and maintenance through refurbishment or expansion to deconstruction. Sika's sustainable solutions include a product portfolio which is supplemented by services, tools, and reference projects to quantify the sustainability performance. Quantifiable data on solutions provide evidence about the promised value.

INCREASING CUSTOMER BENEFIT AND REDUCING ENVIRONMENTAL IMPACT

The contribution of Sika's solutions with regard to sustainability megatrends is evaluated from a life-cycle perspective along the value chain. Sika designs, improves, promotes, and sells products, systems, and project-specific solutions by taking systematically into account aspects of sustainable construction and transportation, e.g. energy, resource, and material efficiency. The sustainability profile of products, systems, and services is closely linked to their excellent performance. Sika stands for products which are technically superior, user-friendly, and sustainable during their life span from application to deconstrucproducts over their life cycle.



ÖGNI GOLD PROJECT, AUSTRIA SIKA ROOF SOLUTION FOR SMART CAMPUS IN VIENNA

Netze in Vienna supports customers saving energy and pursues itself ambitious for its new headquarters which has been certificate.



RESOURCE EFFICIENCY, SINGAPORE SUSTAINABLE MORTARS BY LCS OPTIROC SINGAPORE

The Austrian energy distributor Wiener Singapore has been at the forefront to focus on sustainable construction, strongly encouraging developers, architects, and energy and resource-efficiency targets builders to use resource-efficient products. Reducing Portland cement content striving for a high-quality and long-lasting is proven to increase resource-efficiency. tal profile which is confirmed by Environ- a range of cementitious plaster, tile admental Product Declarations (EPD), help- hesives, and floor screeds which contain ments and supports Singapore's builders tate the transition for customers. in achieving their targets.

PROJECT HIGHLIGHTS

615 TONS OF CO₂ Saved with Sika bridge repair waterproofing system

ÔGNI GOLD TARGETED Product portfolio with proven environmental profile

15% REDUCED CARBON FOOTPRINT Sustainable mortars for Singapore's buildings

160 TONS OF WASTE

Saved with customized packaging

AT BELRON, USA UNIPACKS FOR U.S. AUTOMOTIVE AFTERMARKET

The replacement of aluminum cartridges with customized uninacks for car windshield adhesives will reduce Belrons's annual consumption of packaging material and polyurethane adhesives by 164 and ÖGNI Gold pre-certified. The owner was in mortars by alternative hydraulic binders 170 tons, respectively, thus helping to fulfill the sustainability targets and savroofing solution with a good environmen- The LCS sustainable mortar line includes ing disposal costs. A new packaging line was installed at Sika's US Lyndhurst site to cope with the increased volume of uniing to achieve the desired green building 20% less cement compared to products packs. The unipack is designed to fit 97% with a similar performance and reduce of all automotive glass replacement jobs. the Carbon Footprint by at least 15%. As The new solution was delivered along a result, the LCS sustainable mortar line with a complete support package includmeets the Singapore Green Label require- ing videos and training materials to facili-



LOCAL COMMITMENT

Sika cares for the quality of life of its employees and the communities where it operates. The company aims to be a good corporate citizen and to support and engage in projects and initiatives that foster the sustainable development of the local communities. In addition to financial contributions, Sika supports them through knowledge transfer and donations in kind.

PROMOTING ON-THE-GROUND SELF-HELP

On a global level, Sika focuses its sponsoring activities on social, environmental, educational, cultural, and sport-related projects. In order to safeguard a lasting impact of the projects, Sika strongly builds on the principle of on-the-ground self-help.

PROJECT HIGHLIGHTS

CHF 7 MILLION Professorship for sustainable construction

3.600 HOURS Sika employees engage in Operation Smile volunteering work in Thailand and Vietnam

100 PARTNERS Drinking water conservation across the globe

MORE THAN 100 CHII DRFN

Benefit from intensive therapy activities and from the Sika ComfortFloor[®] Pro system LOCAL COMMUNITY PROJECT -**ROSEBANK PRIMARY SCHOOL, NEW** ZEALAND

SCHOOL VEGETABLE GARDEN & WORM FARM

Rosebank Primary School is close to Sika New Zealand's Auckland office in more a bilingual class where children are taught Maori people of New Zealand. The children range in age from 5 to 7.

Sika NZ originally helped with the buildplants, gardening tools, fertilizer and ice water shortages or bad water quality. creams (gardening can be very hot work when you are little).

The children have now grown many different vegetables in their garden including tomato, capsicums, spinach and riwai (Maori potato).

Room 25's teacher Mrs Taka says the garden and worm farm have been great learning tools for the children on many subjects including healthy eating, creating a sustainable food supply, bugs and butterflies.

SOUTH AFRICA The network of the Global Nature Fund, now with more than 100 partner organizaways than one. Room 25 at the school is tions for water conservation from 45 lake regions, advocates sustainable developin English and Te Reo, the language of the ment and protection of potable water, lakes, and wetlands. The main purpose of this international initiative is the conservation and protection of natural resourcing of a large vegetable garden outside es, chiefly the drinking water reservoirs the classroom and since then regular vis- of the earth. UN investigations say that its have been made by our staff to deliver today about 1.4 billion people suffer from

UNIVERSITY ETH ZURICH. SWITZERLAND

ALLOCATION OF CHF 7 MILLION TO SUPPORT THE PROFESSORSHIP "SOFT MATERIALS"



Sika sponsors scientific projects and a professorship for sustainable construction at the ETH Zurich. Furthermore, the Sika Master Award is dedicated to the author of an outstanding master thesis in the field of applied chemistry, based on recommendations of the ETH's Department of Chemistry and Applied Biosciences.



GLOBAL NATURE FUND,

WORLDWIDE

MODEL PROJECTS IN COLOMBIA, IVORY COAST, KENYA, MEXICO, AND



LEGACY RAINBOW HOUSE, UNITED KINGDOM COLORFUL FLOORING SYSTEM FOR CONDUCTIVE

EDUCATION FACILITY

The Legacy Rainbow House is a facility in Mawdesley, south of Preston in the UK, offering a complex program called Conductive Education for children, young people, and adults with neurological conditions, multiple disabilities, and complex care needs. Among other contributions, Sika has donated its ComfortFloor®Pro system to support the charity. The system's buildup and slip resistance offer the perfect surface for the intensive therapy activities taking place at Rainbow House and make the floor comfortable for over 100 children and their families.

13

ENVIRONMENTAL AND ECONOMIC GOALS GO HAND IN HAND

ENERGY MUST BE MANAGED EFFECTIVELY

Global trends, such as long-term energy and raw materials scarcity, increasing urbanization, and population growth confront companies and communities with major economic, social, and ecological challenges. Efficient use of energy and resources is crucial for sustainable development. Sika's production and distribution activities are less energy intensive than its supplier industries, specifically the chemical industry, but base to a large extent on nonrenewable energy sources. This exposes Sika to price volatilities, supply uncertainties, and increasing regulatory action related to energy consumption like the taxation of CO₂ emissions. Therefore, Sika believes that energy efficiency and mitigation of emissions are key success factors of its overall efficiency efforts.

EFFICIENT USE OF ENERGY

Apart from raw materials, energy is the main resource input for Sika's operations and thus a relevant cost factor. Therefore, the efficient use of energy is highly important for the company. CO₂ emissions are a consequence of fossil fuel consumption, which can be limited by increasing energy efficiency. The CO₂ footprint of purchased electricity depends on the power production in each country and cannot be influenced easily. For self-produced electricity, Sika seeks to use low-CO₂ energy sources where possible, for example natural gas instead of oil. Sika is committed to reducing the use of nonrenewable energy, thus minimizing negative impacts on climate change, reducing costs, and increasing competitiveness.

PROJECT HIGHLIGHTS

60% OF LIGHTING **ENERGY SAVED** Relamping of factory and warehouse

12% OF BULK TRUCK **DELIVERIES SAVED** Highly concentrated ViscoCrete[®] concrete

polymers reduce deliveries

6% LESS ELEC Use low outside temperature for cooling processes

390,000 KWH Natural gas saved with waste heat recovery



FACTORY AND WAREHOUSE RELAMPING. SIKA EMEA MULTIPLE SITES ACROSS EUROPE

production areas in Sika's mortar and admixture operations requires a considerferent sites like Kirchberg (Switzerland), Rosendahl (Germany), Bludenz (Austria), installation will save approximately 60% admixture factories. of total lighting electricity consumption



WITH HIGH SOLID CONTENT. SIKA BELGIUM PLANT ZWIJNDRECHT, BELGIUM

Traditional lighting of warehouses and Sika ViscoCrete concrete polymers are one of Sika's proprietary technologies used in formulating a range of admixtures which able amount of energy. The lighting at dif- dramatically enhance concrete flowability, workability, and durability. Intensive research led to a high-concentration formula Bratislava (Slovakia), and Gournay (France) which reduces energy consumption in prowas replaced by the latest LED technol- duction and renders unnecessary 12% of ogy. The long-life, instant-start, and fast- the annual bulk truck deliveries (80 shipswitching lamps lead to substantial en- ments) from Sika's main ViscoCrete plant ergy and cost savings. In Rosendahl, the in Zwijndrecht to European Sika concrete



NEW VISCOCRETE POLYMERS



ENERGY SAVING PROGRAM AND SOLAR ENERGY SOURCING, SIKA CORPORATION PLANT CANTON, USA

The production lines for polymeric roofing membranes at Sika's Canton plant use large amounts of cooling water. A central control system taking command of the chillers, cooling towers, pumps, valves, and the plate and frame heat exchanger allows for taking advantage of low outside temperatures during colder months of the year, reducing the annual electrical consumption by almost 6%. Additionally. one third of the electricity needed to run the distribution and office facility comes from rooftop solar.

RECOVERING WASTE HEAT. SIKA MANUFACTURING

PLANT DUEDINGEN, SWITZERLAND

Ensuring adequate temperatures inside the production plant is important. About 80% of the energy consumed by an air compressor is obtained as waste heat. In order to profit from waste heat of the air compressor, a recovery system including heat exchanger and circulation pump was installed in Duedingen. Waste heat is now fed into the heating system of the adhesive plant, saving around 390 MWh natural gas per year.

BALANCING RESOURCES FOR OUR FUTURE

PROJECT HIGHLIGHTS

31 TONS COLLECTED Producing with rainwater in an area with insufficient public water supply

500,000 M³ WATER Saved with closed-loop cooling water circle

150 TONS MATERIALS REUSED

Dust separation and recycling into new products

36 TONS ORGANIC WASTE TREATED Compost and humus being used for gardening activities at the plants and by Sika employees

WATER - AN UNDERVALUED RESOURCE

Sika takes measures to use water economically by reducing consumption, treating water, and using lower-grade water qualities especially in geographies with water scarcity.

Efficient production projects have been implemented using closed-loop cooling, cooling towers, and switching from public to groundwater in order to reduce the amount of processed drinking water used in production. With these measures, the reuse of treated wastewater, and the collection of rainwater at various production sites. Sika reduced its water consumption on a large scale over the past years.

WASTE - RAW MATERIALS WASTED

Efficient use of input materials is highly important for all Sika companies. Sika's production processes are material intensive, using high volumes of nonrenewable resources like sand, cement, fillers, organic raw materials, and packaging and transportation materials.

The major commercial impact of input materials makes their efficient use and reuse a mandatory element at Sika. Efficient production means reducing and reusing production scrap and packaging materials as well as improving packaging design, resulting in higher productivity and lower material use.



RAINWATER BASED PRODUCTION. SIKA COLOMBIA PLANT BARRANOUILLA. COLOMBIA

In Barranquilla, water supply would not be enough for the production processes. Therefore, rainwater is collected, filtered, and treated to be used in the industrial processes. Around 31,000 liters of rainwatotal water used. Outside an EL Niño vear. state-of-the-art wastewater treatment process makes it possible to discharge treated water into the municipal waste- to 100,000 m³. water system.

CLOSED-LOOP COOLING WATER. SIKA CORPORATION PLANT LYNDHURST. USA

Sika's facility in Lyndhurst, NJ, used large amounts of noncontact cooling water from its own groundwater wells in the production process of sealants and adhesives. In 2014, the plant invested in ter is collected, corresponding to 11 % of a closed-loop cooling system to reduce water consumption and improve cooling this amount would triple. Additionally, a capacity. This leads to water savings of more than 80% and brings down the annual water consumption from 600,000 m³







REUSE OF FILTER DUST IN **PRODUCTION, SIKA GERMANY** PLANT ROSENDAHL, GERMANY

At its Rosendahl facility, Sika manufactures mortars for interior finishing which are sold mainly in bags. Dust at the bagging station used to be exhausted and scrapped as waste. Today, dust is recycled into similar products, summing up to 150 tons of previous waste reused per year.

WASTE THAT PAYS. SIKA COLOMBIA PLANTS RIONEGRO AND TOCANCIPA,

COLOMBIA

Treating organic waste from the plant (restaurant, gardening), the admixture sludge reactor, and silo cleaning eliminates disposal costs, reduces environmental impacts, and generates profits. So far, 36 tons of waste have been treated per year. Compost and humus are being used for gardening activities in the plants and by Sika employees.

IF WE CANNOT DO IT SAFELY, WE WILL NOT DO IT AT ALL

PROJECT HIGHLIGHTS

7FRO ACCIDENTS Improved safety performance due to safety awareness program

ZERO DAYS LOST FROM ACCIDENTS Nationwide Safety Comes First Culture put in place

RISK ELIMINATION Increased safety by installing a revolving gate for working platform

100% ENGAGEMENT Employees engage in Sika Safe Program



SAFE AND EFFECTIVE EQUIPMENT, **ORGANIZATION, AND WORK PROCEDURES**

Health, safety, and well-being of all employees and partners are essential for the success of Sika's business and are core concerns throughout the organization. This requires focus and a systematic approach: Management commitment, risk analysis, health and safety standards, employee involvement, and training and education are key components of Sika's health and safety framework.

HEALTH AND SAFETY CULTURE

Sika strives to live up to its commitment "nothing we do is worth getting hurt for." The company has implemented environmental and health and safety management systems according to ISO 14001 and OHSAS 18001 at all major sites. A strong safety culture is nurtured in the organization, supported by local initiatives like employee-driven safety programs, safety signs, high-visibility vests, safety days, and more.



SAFETY COMES FIRST. SIKA AUSTRALIA ALL PRODUCTION PLANTS IN AUSTRALIA

Safety is taken very seriously, with a policy of zero tolerance for unsafe practices, full commitment from management, and safety week activities, bulletins, and notice from heights. boards. There were no direct occupational accidents and no days lost from accidents in 2015.

PLANT SURABAYA, INDONESIA At many Sika facilities, mixing operations are carried out in vessels on mezzanine levels. Solid or liquid materials have to be no budget restrictions for safety initia- loaded onto the platform which means tives and projects. The ongoing activities that mezzanine rails have to be opened. and measures at Sika Australia include Sika Indonesia, like many other producawareness, safety education, monitoring tion facilities, increased safety by installand alerts, site audits and inspections, ing a revolving gate. This solution elimiroot cause analysis and fix of all incidents, nates a major hazard on platforms: falling

SIKA INDONESIA



ZERO ACCIDENT PROIECT. SIKA ITALY PLANT CERANO, ITALY

Zero tolerance, strong efforts for training on the job, high surveillance level, and clear and defined responsibilities were established with the aim to reduce the number of injuries in the plant. The change in mentality, the establishment of a safety culture empowering employees, and the OHSAS certification led to a significant improvement of the safety performance. Occupational accidents and days lost from accidents came down to zero in 2015.



AUTOMATIC SAFETY LOADING GATE FOR WORKING PLATFORM,



SIKA SAFE PROIECT. SIKA CORPORATION ALL PRODUCTION PLANTS IN THE USA

Sika was not satisfied with the safety and accident records at its US plants. In order to change the basic paradigm, it was decided to engage all employees in the safety program. The Sika Safe project was created where employee-led committees are empowered to attack all pain points in safety, such as ergonomics, chemical handling, workplace inspections, and proper use of tools and machines. Today, an overwhelming participation in employee committees signifies that safety is the responsibility of every employee.

CUSTOMERS FIRST

Sika is dedicated to provide and maintain highest quality standards with its products and services. The commitment to innovation enables Sika to not only satisfy current demands, but also anticipate future expectations. Sika solutions are designed with the customers' success in mind and to build long-lasting and mutually beneficial relationships rather than focus on short-term business. This attitude is emphasized by the corporate claim: Building Trust.

COURAGE FOR INNOVATION

Sika's success and reputation is based on its long-lasting tradition of innovation. Accordingly, the core of the business is innovation management and focus on developing quality products and the best solutions for customers. By investing in Sika's established technology centers and laboratories across the globe, the company profits from a worldwide network of partners, suppliers, and scientists, while fulfilling its promise to be close to the customers everywhere.

MANAGE FOR RESULTS

Sika takes pride in continuously achieving outstanding results and outperforming its markets. The company pursues targets with persistence and a long-term view. Sika believes in individual responsibility with functions and projects clearly assigned. Transparent benchmarks for financial performance follow a defined strategy. Performance evaluation is based on market share, sales growth, profitability, and capital efficiency.

SUSTAINABILITY & INTEGRITY

Sika takes a long-term perspective on the development of the business and acts with respect and responsibility towards its customers, stakeholders, and employees. Sika operates with a strong focus on safety, quality, environment, fair treatment, social involvement, responsible growth, and value creation. In short: Sustainability is a key component of the company's innovation drive. Sika reports progress based on the criteria of the Global Reporting Initiative (GRI).

EMPOWERMENT & RESPECT

Sika believes in the competence and the entrepreneurial spirit of its employees. The company fosters trustful and respectful working relations and doesn't exercise authority in purely formal ways. The working climate is one of aspiration and inspiration. Sika empowers its people to develop and propose new ideas and delegates decisions and responsibilities to the level of competence. Training and development of employees is given high priority.

Sika AG

Zugerstrasse 50 6341 Baar Switzerland

Contact

Phone +41 58 436 68 00 Fax +41 58 436 68 50 www.sika.com

