

# GOJO Sustainable Value Progress Report

2022



GOJO, MAKERS OF PURELL™

## A MESSAGE FROM OUR CHAIR AND CEO

For more than 75 years, we have courageously taken on difficult challenges and inspired others. From our foundational achievement of developing hand cleaners that were both safe AND effective, to pioneering portioncontrolled soap dispensers and inventing PURELL<sup>®</sup> Hand Sanitizer, we have innovated at the forefront of hand and surface hygiene. We continue to be inspired, today, to create new solutions that are even more effective, safer, and more sustainable.

We are delighted to present our latest Sustainable Value Report, which introduces the next phase of our Sustainable Value strategy and sets a new baseline against which to make future progress. Executing against this strategy will connect our Enterprise to internal and external stakeholders in stronger ways and move us closer to realizing our GOJO Purpose of Saving Lives and Making Life Better through Well-Being Solutions.

Our GOJO Purpose and Values demand that we think holistically and deliver Sustainable Value for people and the planet through a commitment to creating social, environmental, and economic value.

In line with this commitment, we have updated our Sustainable Value strategy to include four new pillars, with targets for each, that will stretch us to have an even



greater impact on our customers, communities, and society. We have set ambitious targets to make significant progress on each pillar by 2030, and we've already made material decisions in our day-to-day business, informed by our commitment to reach our goals.

As we shared in 2020, GOJO changed dramatically during the COVID-19 pandemic, and that dynamism has continued since. As the dust settles, we now have 2022 performance data – including a calculation of our scope 1, 2, and 3 global greenhouse gas emissions – as a new baseline against which we'll share progress in future reports.

And we were able to create powerful alignment between our GOJO Values and our commitment to Diversity, Equity, and Inclusion, when we became certified as a Women's Business Enterprise (WBE) by the Women's Business Enterprise National Council (WBENC).

This certification, which recognizes businesses that are at least 51 percent owned, controlled, operated, and managed by women, has proven significant to our partners and customers. It helps them to fulfill their supplier diversity goals in a material way, while also showcasing their own commitment to diversity and equity so they can be an example to others.

We're grateful to our team members around the world who each bring their unique strengths and experiences to work. With their help, we have the utmost confidence in our ability to help communities thrive.

As we work for a better future for all, we want to say thank you for your continued support. Together, we can make a significant and positive impact on the well-being of people and the planet.

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Marcella Kanfer Rolnick Executive Chair

**Carey Jaros** President and CEO

#### LOOKING TO THE FUTURE: SUSTAINABLE VALUE STRATEGY & GOALS



#### **Clean Chemistry**

- By 2025 Elevate online ingredient disclosure, including function, definitions, EU allergens, fragrance components
- By 2030 Reduce chemicals of concern in GOJO products by 20%
  Ensure at least 75% of global sales come from third-party
  - Ensure at least 75% of global sales come from third-pail certified products

#### Flourishing Team GOJO

- By 2025 Diversity (gender and ethnicity) of GOJO hiring and promotion, for each site & level of leadership, is consistent with our community diversity and the customers we serve
  - Exceed 75% sentiment on GOJO engagement survey question: "opportunities for growth/advancement" and 85% on "recommend GOJO" and "feel I belong"
  - Exceed 75% internal placement rate for all filled leadership roles at GOJO
  - Exceed 85% of eligible team members with full GOJO 401(k)
     employer match
- By 2030 Diversity (gender and ethnicity) of GOJO as an organization, at each site and level of leadership, is consistent with our community diversity and the customers we serve
  - Exceed 85% sentiment on GOJO engagement survey question: "opportunities for growth/advancement"
  - Exceed 85% internal placement rate for all filled leadership roles at GOJO
  - Achieve an OSHA recordable incident rate below 1.0

#### **Plastics and Circular Design**

- By 2025 Reduce Enterprise solid waste intensity by 20%
- By 2030 Reduce Enterprise solid waste intensity by 50%
  - Reduce virgin plastic intensity in primary packaging by 30%
    Ensure 100% of primary packaging is recyclable, reusable,
  - Ensure 100% of primary packaging is recyclable, reusable or industrially compostable

#### **Climate Resilience and Responsibility**

By 2025	Set a 1.5° C aligned short-term and net zero Science-Based
	Target approved by SBTi by 2024
	Source 100% corrugated board as recycled or SFI or FSC
	Chain of Custody certified
	Source 90% of palm-derived ingredients as RSPO Mass
	Balance certified
By 2030	Achieve near-term SBTi targets for GHG Scopes 1-3
	Source 100% of palm-derived ingredients as RSPO Mass
	Balance certified
By 2050	Achieve net zero SBTi target for GHG Scopes 1-3

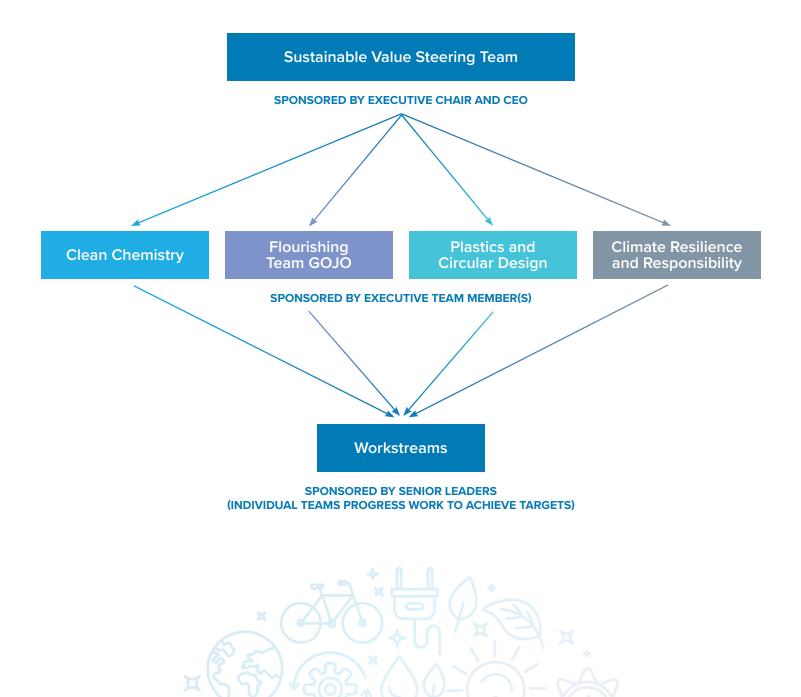
## SUSTAINABLE VALUE GOVERNANCE STRUCTURE

Our GOJO Purpose and Values demand and inspire us to think holistically and deliver what we call GOJO Sustainable Value. GOJO Sustainable Value strives to create social, environmental, and economic value for all of our stakeholders and holds us accountable for the impact of our actions and inactions.

Our Sustainable Value Strategy is governed by a Sustainable Value Steering Team. The team meets quarterly and is sponsored by the GOJO Executive Chair and by the President and CEO. The strategy is divided into four pillars, which are sponsored by members of the GOJO Executive Team, including the:

- Supply Chain Vice President
- Chief Human Resources Officer
- Chief Innovation Officer
- Chief Product Officer

Workstreams, sponsored by GOJO leaders, activate progress against the targets at a project level through enterprise processes, such as our new product development stage gate process.



## **GOJO MATERIALITY ASSESSMENT**

GOJO completed a materiality assessment in 2020 with the support of a third-party consultant. The assessment consisted of hour-long stakeholder interviews with select end-user customers, distributor partners, GOJO team members, and supplier partners, as well as a survey with dozens of GOJO leaders. The results were compiled into a materiality matrix, with topics ranging from medium to very high importance.

We leveraged the materiality matrix when setting our Sustainable Value strategic pillars and targets, with a focus on topics that are of very high importance to both GOJO stakeholders and the GOJO Enterprise.

LDERS	VERY HIGH	<ul> <li>Hazardous Waste (including Dispenser Batteries)</li> <li>Human Rights in Supply Chain</li> </ul>	<ul> <li>Biodiversity &amp; Deforestation (including Palm Oil)</li> <li>Workplace Health &amp; Safety</li> </ul>	<ul> <li>Chemicals of Concern</li> <li>Climate: Health &amp; Ecological Impact</li> <li>Diversity, Equity &amp; Inclusion</li> <li>Infectious Disease Prevention</li> <li>Plastics Waste</li> <li>Product Effectiveness</li> <li>Resilient Sourcing &amp; Production</li> <li>Sustainable Innovation &amp; Circular Design</li> </ul>
RELEVANCE TO STAKEHOLDERS	HIGH	<ul> <li>Animal Testing</li> <li>Data Privacy &amp; Cybersecurity</li> <li>Product Affordability &amp; Pricing</li> </ul>	<ul> <li>Business Ethics</li> <li>Health Disparities &amp; Equity</li> <li>Local Jobs &amp; Contributions</li> <li>Water Usage, Quality, &amp; Access</li> </ul>	<ul> <li>Employee Development &amp; Well-being</li> <li>Ingredient Transparency</li> </ul>
RELEV	MEDIUM	<ul> <li>Advocacy &amp; Responsible Lobbying</li> <li>Regenerative Agriculture</li> </ul>	<ul> <li>Climate: Financial Risk &amp; Opportunity</li> <li>Healthy Germ Biome</li> <li>Worker Wages &amp; Benefits</li> </ul>	<ul> <li>Operational Waste</li> <li>Regulatory Compliance</li> <li>Responsible Product Use &amp; Communications</li> </ul>
		MEDIUM	HIGH	VERY HIGH

#### **RELEVANCE TO GOJO**



### SUSTAINABILITY ACCOUNTING STANDARDS BOARD (SASB) REFERENCE TABLE

ΤΟΡΙΟ	SASB CODE	METRIC	PROGRESS	ADDITIONAL COMMENTS
Water Management	CG-HP-140a.1	<ol> <li>Total water withdrawn, 1000 m<sup>3</sup></li> <li>Total water consumed, 1000 m<sup>3</sup></li> <li>Percentage of each in regions with High or Extremely High Baseline Water Stress</li> </ol>	<ol> <li>238,065 Thousand cubic meters (1000 m<sup>3</sup>)</li> <li>Further data needed</li> <li>0%</li> </ol>	<ol> <li>Reporting includes U.Sbased owned and operated facilities. Future reporting will cover global scope.</li> <li>Much of the water withdrawn is added in the product formulation. Water used for industrial cleaning and sanitation and building restrooms is returned.</li> </ol>
	CG-HP-140a.2	Description of water management risks and discussion of strategies and practices to mitigate those risks	<ul> <li>Discussion and Analysis:</li> <li>GOJO manufactures in areas of low water stress</li> <li>PURELL<sup>®</sup> hand sanitizer kills germs on hands without requiring water during use and with less water in formulation than hand soap</li> </ul>	
	CG-HP-250a.1	Revenue from products that contain REACH substances of very high concern (SVHC)	0% reduction; new baseline established	<ul> <li>GOJO reports the percent reduction of chemicals of concern in formula product per 1000 product uses</li> <li>GOJO established a new baseline in 2022 after adding new chemicals of concern to reduce/eliminate from its portfolio. Progress will begin to be reported next year.</li> </ul>
Product Environmental, Health, and Safety Performance	CG-HP-250a.2	Revenue from products that contain substances on the California DTSC Candidate Chemicals List		
	CG-HP-250a.3	Discussion of process to identify and manage emerging materials and chemicals of concern	Discussion and Analysis: • Will be disclosed in future reporting	
	CG-HP-250a.4	Revenue from products designed with green chemistry principles	68% of global sales came from products with a 3rd-party ecolabel	
	CG-HP-410a.1	<ol> <li>Total weight of primary packaging</li> <li>Percentage from recycled materials</li> <li>Percentage that is recyclable, reusable, or compostable</li> </ol>	Conducting baseline, will disclose in future reporting	
Packaging Life Cycle	CG-HP-410a.2	Discussion of strategies to reduce the environmental impact of packaging throughout its life cycle	<ul> <li>Discussion and Analysis:</li> <li>Plastics and Circular Design Targets</li> <li>GOJO has developed packaging innovation that will reduce virgin plastic intensity and improve recyclability and/or reusability</li> </ul>	Areas of focus for virgin plastic reduction are recycled content, alternative materials, and reuse/refill.
Environmental & Social Impacts of Palm Oil Supply Chain	CG-HP-430a.1	Amount of palm oil sourced; percentage certified through the Roundtable on Sustainable Palm Oil (RSPO) supply chains as (a) identity preserved, (b) segregated, (c) mass balanced, or (d) Book & Claim	<ol> <li>3,796 metric tons         <ul> <li>a) 0%</li> <li>b) 0%</li> <li>c) 4.9%</li> <li>d) 0%</li> </ul> </li> </ol>	GOJO has plans to transition key palm-derived ingredients to RSPO certified by 2025.



#### SUSTAINABILITY ACCOUNTING STANDARDS BOARD (SASB) REFERENCE TABLE

ΤΟΡΙΟ	SASB CODE	METRIC	PROGRESS	ADDITIONAL COMMENTS
	RT-CP-110a.1	<ol> <li>Gross global Scope 1, 2, and 3 emissions</li> <li>Percentage covered under emissions-limiting regulations</li> </ol>	<ol> <li>1. 186,422 MT CO2e:</li> <li>Scope 1: 7,553 MT CO2e</li> <li>Scope 2: 21,348 MT CO2e</li> <li>Scope 3: 157,521 MT CO2e</li> <li>2. 0%</li> </ol>	Emissions reported include GOJO U.Sowned facilities and significant operations in France, Canada, covering estimated >95% of total operations.
GHG Emissions	RT-CP-110a.2	Discussion of long-term and short- term strategy or plan to manage emissions, emissions reductions targets, and an analysis of performance against those targets	<ul> <li>Discussion and Analysis:</li> <li>Climate Resilience and Responsibility Targets</li> <li>In 2022 GOJO committed to set 1.5°C short-term and long- term emissions reduction targets in line with the SBTi Net Zero standard</li> </ul>	
Air Quality	RT-CP-120a.1	<ul> <li>Emissions of the following pollutants:</li> <li>1. NOx (excluding N2O)</li> <li>2. SOx</li> <li>3. Volatile organic compounds (VOCs)</li> <li>4. Particulate matter (PM)</li> </ul>	<ol> <li>3.7 MT of NOx</li> <li>0.03 MT of SOx</li> <li>3.3 MT of VOCs</li> <li>1.1 MT of PM</li> </ol>	Reporting covers the Wooster, Ohio (2021 data) and Cuyahoga Falls, Ohio (2018 data) manufacturing facilities, which represents most of the total manufacturing scope.
Energy Management	RT-CP-130a.1	<ol> <li>Total energy consumed (GJ)</li> <li>Percentage grid electricity</li> <li>Percentage renewable</li> <li>Total self-generated energy (GJ)</li> </ol>	1. 152,092 GJ 2. 98% 3. 7% 4. 2,592 GJ	<ul> <li>Reporting includes U.Sbased owned and operated facilities. Future reporting will cover global scope.</li> <li>The Ohio grid is approximately 5% renewable.*</li> <li>On-site solar generation is approximately 2% of total energy demand.</li> </ul>
Waste Management	RT-CP-150a.1	<ol> <li>Amount of hazardous waste generated; percentage recycled</li> </ol>	<ol> <li>19.36 MT Hazardous waste; 0.36% of total waste; 0% Recycled</li> <li>5,361 MT of Total solid waste         <ul> <li>20.3% Landfilled</li> <li>64.2% Recycled</li> <li>5.2% Waste-to-energy</li> <li>10.2% Ethanol recovered for fuel blending</li> </ul> </li> </ol>	GOJO has set 2025 and 2030 targets for waste reduction.
Product Safety	RT-CP-250a.1	<ol> <li>Number of recalls issued</li> <li>Total units recalled</li> </ol>	1. 1 2. 131 cases	The product failed stability testing during routine post-manufacturing testing and was classified as a Type III recall, which was conducted at the wholesale distributor.
Supply Chain Management	RT-CP-430a.1	<ol> <li>Total wood fiber procured; percentage from certified sources</li> </ol>	1. 4,994 MT; 95% from Sustainable Forestry Initiative Certified Sourcing	GOJO has 2025 targets for sustainable forestry sourcing and moved 99% of mass to SFI Chain of Custody Certified Sourcing in 2023.



certified WBENC WOMEN'S BUSINESS ENTERPRISE

GOJO Purell

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\* How does Ohio use electricity? Public Utilities Commission of Ohio. https://puco.ohio.gov/utilities/electricity/resources/how-does-ohio-use-electricity

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