

REPORT 2021



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GOALS FOR THE FUTURE

Galdi approached 2021 with positivity and confidence. We wanted to begin the year with a fresh start, by officially opening the Galdi Village, a place to fill, the new building dedicated to our staff and the local community located right next to the production plant.

Along with valuing "connections" and the well-being of our team, we wanted to strengthen our relationships with institutions and the local community, with whom we had only interacted online during the pandemic.

As for sustainability, our ongoing efforts have focused on making our manufacturing plants increasingly more efficient, reducing our products' environmental impact and engaging our employees in the implementation of the UN Sustainable Development Goals.

The sixth edition of Galdi's Green Report illustrates the progress we have made so far, with the goal of bringing all stakeholders together and a keen desire to cope with difficult times as a big team!

Galdino Candiotto Antonella Candiotto



LET'S RESTART
WITH AN EVEN
STRONGER FOCUS
ON QUALITY
OF LIFE, ON
RECONNECTING
WITH OTHERS,
PLACING
SUSTAINABILITY
AT THE CORE OF
EVERYTHING WE DO

OUR SUSTAINABLE JOURNEY

2016

2010

The introduction of **Lean Production** leads to waste reduction and better resource allocation The company analyses the Carbon Footprint and Water Scarcity Footprint of its filling solutions. Reflecting its commitment to sustainability, Galdi publishes the first Sustainability Report

2018

2021



Galdi updates its Environmental Management System,

certified in 2012, and receives certification under the new UNI EN ISO 14001:2015 standard

Official opening of the Galdi Village, a place to fill, built to the highest standards in terms of sustainability and occupant wellbeing

> Galdi Village, a place to fill



THE GALDI GROUP





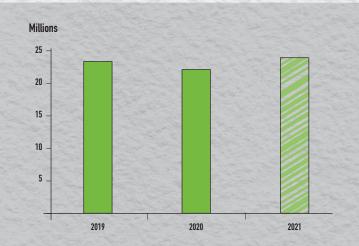
A GROUP, A STEADILY GROWING TEAM, DRIVEN BY SHARED OBJECTIVES

124 EMPLOYEES

110 ITALY 14 ABROAD

2021
CONSOLIDATED TURNOVER

23,9
MILLION (EUR)





SUSTAINABLE GEALS DEVELOPMENT GEALS







































GALDI'S PEOPLE

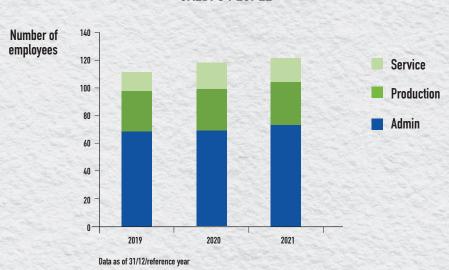


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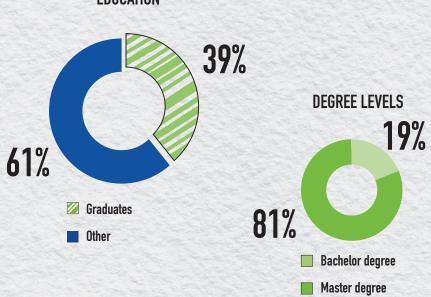
96 or



GALDI'S PEOPLE



EDUCATION



LIFE-LONG TRAINING



HOURS

856

Improving and expanding technical expertise in mechanical and software design



422

Soft skills, HR management, remote work

188

Sales development, integrated supply chain and corporate sustainability

284

Expanding know-how in digital tools and cybersecurity areas



TO THRIVE AS A TEAM AND AS A COMMUNITY, WE STRONGLY BELIEVE IN THE IMPORTANCE OF LIFE-LONG LEARNING

We strive to foster talent through life-long learning and the acquisition of **new skills** in innovative and cross-cutting topics.

Hours of training

2296 2413 1450 2584 1750 in 2017 in 2018 in 2019 in 2020 in 2021

Learning from experience: in 2021, we renewed our partnership with schools and universities.

1 PHD (UNIVERSITY OF PADUA)

2 DISSERTATION INTERNSHIPS

1 Sales and Marketing department 1 Technical department (subject area: Machine Intelligence)

1 UNDERGRADUATE INTERNSHIP

After Sales department

3 SCHOOL-WORK DUAL TRAINING APPRENTICESHIPS

With students attending Technical Institutes in the Treviso Province



ENVIRONMENTAL SUSTAINABILITY





PV SYSTEM









399,766 kWh produced

308,164 kWh used on site

> 91,602 kWh fed into the grid

551,798

kWh bought from renewable sources

135.97

avoided CO₂



Energia proveniente dalle centrali idroelettriche delle Dolomiti



100% CO_2 - free gas

70.7 t CO₂

were compensated by the supplier through environmental projects



Abbiamo compensato tutta la CO2 prodotta dall'utilizzo di gas naturale



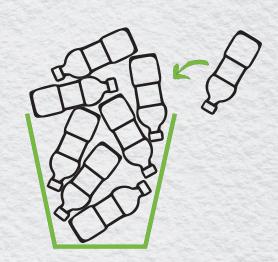
100% of the water used for machine tests is recovered and reused through a filtering system



-254 m³
Water savings

Since 2016, we have consistently reduced water usage for our manufacturing plant





of a water dispenser



2021 / GREEN REPORT ENVIRONMENTAL SUSTAINABILITY



99.7% recycled solid waste

260.9 t WASTE

2.7% mixed waste

37.27 t

Cartons used for testing were recycled and transformed into recycled paper



ECO-FRIENDLY CARS

In 2021, we bought 3 next-generation hybrid cars and 1 full electric car



FSC PAPER

Project for more sustainable packaging for sending spare parts to customers



100% HEAT-FREE INKJET PRINTERS

- We print on recycled paper only
- Energy savings
- Better air quality

As part of our ongoing effort to eliminate the use of paper for reviewing technical drawings, digital screens were installed in the production departments.



2021 / GREEN REPORT ENVIRONMENTAL SUSTAINABILITY

TREEDOM

Treedom is an environmental and social sustainability project. The goal is to plant and grow trees in several African countries, enabling local farmers to start a profitable business that guarantees a source of sustenance and income.

-47,110KG SAVED CO, Kenya 53 trees Cameroon 202 trees

Planted trees absorb an amount of CO₂ equivalent to the load of 245 trucks.

GALDI'S TREES



RESEARCH AND INNOVATION





Collaborating with research bodies is key to Galdi's development. The company has always worked with **universities and local institutions** to share knowledge and foster innovation, particularly in the areas of digitization, **IIoT infrastructure** development, and food safety.

FILL GOOD'S CONSULTANCY SERVICES

Galdi collaborates on development projects in the field of microbiology through its in-house start-up, FILL good, which offers top-of-the-class consultancy and expertise in the areas of **food safety** and sustainability.

RESEARCH BODIES











PARTNERSHIPS















2021 / GREEN REPORT RESEARCH AND INNOVATION



SUSTAINABILITY BEGINS WITH OUR SYSTEMS!

Making our machines increasingly more efficient is our goal, albeit not the only one! In the development stage, we always consider the solutions that have the least impact on our planet, since efficiency means first and foremost wasting fewer resources.

For model RG270, we adopted for the first time the **Eco Design** approach, which focuses on the environmental impact during the design stage too.

The decision to use this new development approach was based on the outcome of an in-depth analysis we carried out with the University of Padua to appraise the impact of our fillers in terms of **Carbon Footprint** and **Water Scarcity Footprint**.

RG280

The new packaging machine - for which development ended in 2021 and which was officially launched in early 2022 - raises the standards in terms of consumption and emissions.

886m³ Saved water/year

Thanks to external cleaning and SIP sterilisation systems with pressurised steam

Lower impact

Reduction in chemical usage thanks to SIP sanitisation with pressurised steam

Reduced emissions

Catalytic converters to reduce hydrogen peroxide emissions in the environment

Food Waste

- No product left in the tank
- Delivers ready-for-sale cartons right from the start



2021 / GREEN REPORT RESEARCH AND INNOVATION

DIGITAL SERVICES AND MACHINE INTELLIGENCE



HIGHER EFFICIENCY, LESS WASTE, LOWER IMPACT THANKS TO DIGITAL TECHNOLOGIES

Galdi is committed to implementing 4.0 technologies to serve its customers and develop innovative, eco-friendly solutions. Examples include our digital services and the team dedicated to Machine Intelligence.

DIGITAL EFFICIENCY HELPS REDUCE:

- food waste caused by downtime
- environmental impact of repairs
- early wear of components
- abnormal or irregular consumption levels

GALDI'S DIGITAL SERVICES

MaSH

Monitoring system that helps reduce downtime and product waste



E-Portal

Galdi's spare parts portals for more simplicity, fewer mistakes and less paper



TYE

Fewer on-site visits thanks to Through Your Eyes, our remote video-assistance service



Web-FAT

Customers can watch Factory Acceptance Tests live online, without having to come to our headquarters!





EMPLOYEE BENEFITS











BETTER QUALITY OF LIFE IN- AND OUTSIDE THE WORKPLACE LEADS TO BETTER WORK PERFORMANCE



2015

Galdi participates in the "Family and Work" project promoted by the Veneto Region. A **three-year business plan** identifies the measures to be adopted for a better work-life balance

2019

The implementation of the agenda set out in the business plan leads to the **Family Audit Certification**, in line with the standard of the Autonomous Province of Trento

The Family Audit certification helps balancing work and family life!

Staff members are actively engaged in the company's ongoing efforts to improve **work-life balance**.

2020

2021

Galdi's internal project group has gotten bigger, in order to have a wider forum for discussion and debate on future actions and initiatives Galdi maintains the Family Audit certification for the second year running. 2022 will mark the third - and last - year of the project



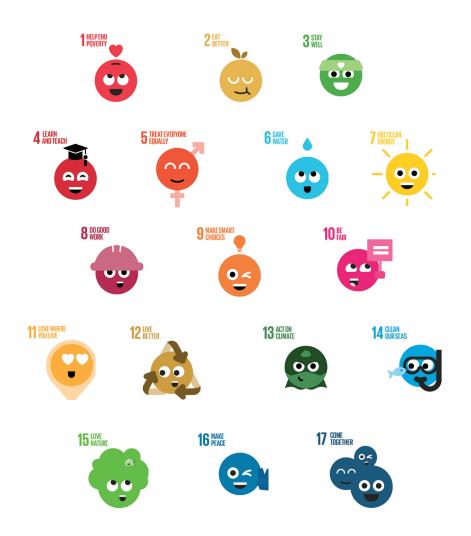


2021 / GREEN REPORT EMPLOYEE BENEFITS

A GOOD LIFE GOAL FOR A BETTER WORLD



OUR IDEA OF SUSTAINABILITY SPREADS WITHIN THE COMPANY AND ACROSS THE COMMUNITY



"A Good Life Goal for a Better World" is the name of the project Galdi developed and started in 2020 to raise awareness of the sustainability issues at the core of the UN's 2030 Agenda among staff. The project was successfully completed in 2021.

Through the project, Galdi called on **all the Group's em- ployees** (in Italy and abroad) to reflect on sustainability, encouraging them to put in place concrete actions - for each of
the Sustainable Development Goals - which were then shared
with staff and put to the vote.

The "challenge" involved both employees and their **families**, proving to be a good opportunity to address the issue of sustainability not only at work but also in daily life!





2021 / GREEN REPORT EMPLOYEE BENEFITS

REMOTE WORK



MORE FLEXIBILITY FOR MORE EFFICIENCY: THIS IS OUR IDEA OF REMOTE WORK

2019

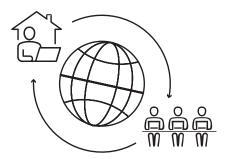
2018

Following the introduction of "mobile workstations" and notebooks for staff members, we started a **pilot project** with a group of employees.

GOAL: to introduce remote work in the company REMOTE WORK: 1 day a month

Rules for remote work are introduced.

REMOTE WORK: 2 days a month



2020

2021

The company started using remote work in February, before mandatory Covid measures were taken at national level.

Working remotely, our **Field Service Engineers** were able to provide full support to customers.

Remote work is extended.

From September 2021: 4 days/month (1 day/week max.)





COMMUNITY ENGAGEMENT











FROM COLLABORATION WITH SCHOOLS TO SOCIAL ENGAGEMENT, THE KEY WORD IS SHARING

We have continued supporting schools, both in-person and online. We stayed connected with companies, institutions and schools through online webinars and meetings, but also hosted tours and events at both our headquarters and at the Galdi Village, a place to fill

GUIDED VISITS ON SITE COMPANY TESTIMONIALS (IN-PERSON AND ONLINE) PROJECTS FOR LOCAL SCHOOLS AND YOUNG PEOPLE



In 2021, too, we made donations to support a number of local and international causes. In 2022, we made a donation to the Italian Red Cross for relief efforts in Ukraine

The products for our Christmas gift baskets come from businesses engaged in social projects; moreover, all Galdi employees received vouchers to be redeemed for benefits on our online platform

The sum allocated for the company's Christmas party was donated to Share The Meal, a World Food Programme's initiative. With this action, we secured 3,714 meals for conflict-affected families in Afghanistan

The tables and chairs of the old canteen were donated to a local volunteer-led, first-aid charity



2021 / GREEN REPORT COMMUNITY ENGAGEMENT

SOCIAL PROJECT



OVERCOMING DIFFICULTIES, TOGETHER: THE PROJECT WITH SOL.CO.

In 2021, Galdi began collaborating with Sol.Co., a social cooperative which operates in the Treviso area and offers training and work integration projects for people from disadvantaged backgrounds.



The cooperation with Sol.Co. took the form of a **training and support project**, aimed at enabling users to autonomously operate and service their own machinery.

GOAL

To provide support and advice through training, in order to bridge the technical gap and enable Sol.CO. users to operate machinery and equipment



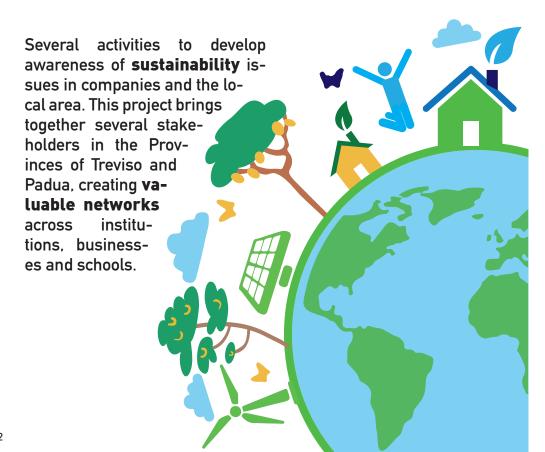


2021 / GREEN REPORT COMMUNITY ENGAGEMENT

SUSTAINABILITY PROJECT



A PROJECT TO RAISE AWARENESS OF SUSTAINABILITY ACROSS BUSINESSES AND COMMUNITIES BY ASSINDUSTRIA VENETOCENTRO



SUSTAINABILITY GROUP

A platform for discussion and know-how exchange: sharing sustainability!

For the sixth year in a row, we participated in the Sustainability Group, which connects **businesses** from different sectors and acts as a platform to share experiences and learn from each other with the goal of improving corporate sustainability strategies.

CORPORATE SUSTAINABILITY PROJECT FOR SCHOOLS We support talented young people & help

them unlock their potential!

In 2021, Galdi participated for the second year running in a project involving students from local Technical Institutes promoted by Assindustria VenetoCentro. This year, the challenge launched by Galdi focused on:

- developing an efficient cap orientation system
- providing the most sustainable solution



2021 / GREEN REPORT COMMUNITY ENGAGEMENT

SUPPLY CHAIN AGREEMENT PROJECT



SUSTAINABILITY ALSO MEANS SUPPORTING LOCAL COMPANIES IN OUR SUPPLY CHAIN

Since 2020, Galdi has been involved in the Supply Chain Development Programme by Intesa Sanpaolo, aimed at supporting production chains.



In order to support our supply chain, we signed a cooperation agreement in 2020.

32

Suppliers invited to the presentation event

22

Participants in the presentation event (69%)

11

Interested suppliers

4

Suppliers accepted in the program

The project is ongoing and is set to continue in 2022.

CONFIRMING PROGRAM

This is a **Supply Chain Finance** program for advancing payment of receivables due from a customer (buyer) through a web-based platform, **optimising cash flows** and facilitating access to credit for suppliers.

The program benefits both suppliers, who can request advanced payment of their invoices to the bank, and customers, who can profit from an additional **payment term extension**, besides the one agreed with suppliers.



SUSTAINABLE SUPPLY CHAIN

12 RESPONSIBLE CONSUMPTION AND PRODUCTION

SUPPLIERS IN TOTAL

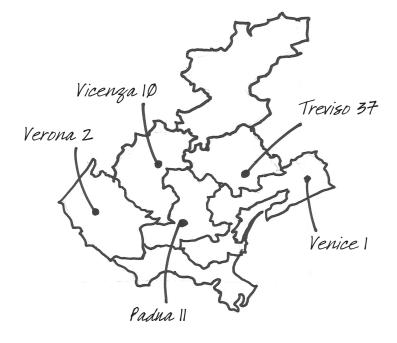
158

ABROAD 1

Trentino 2 Lombardy 69 Friuli-Venezia Giulia 3 Piedmont 2 Veneto 61 · Emilia-Romagna 16 Marche 1 Tuscany 4.

Galdi continues to prioritise local suppliers, both to support the area we operate in, and also to receive supplies as quickly as possible to optimally serve our customers.

VENETO 61





SAFETY CERTIFICATIONS





TRAINING AND PREVENTION ARE KEY TO ENSURE OCCUPATIONAL HEALTH AND SAFETY

Galdi has received certification under the **UNI ISO 45001:2018** standard, which specifies requirements for occupational health and safety management systems.



SAFE AND HEALTHY WORKPLACES
PREVENTION OF WORK-RELATED INJURIES
PREVENTION OF OCCUPATIONAL DISEASES

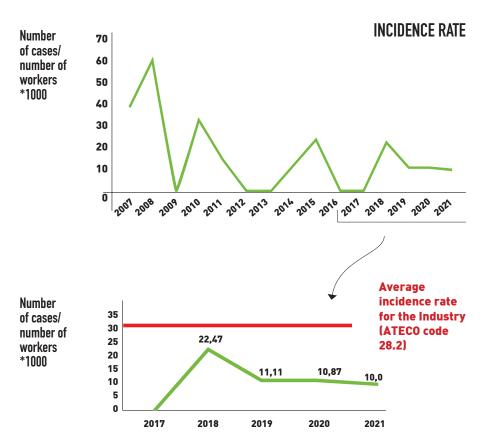
Throughout 2021, Galdi held several events to raise awareness of workplace safety among production employees. We plan on holding similar meetings in the future too.



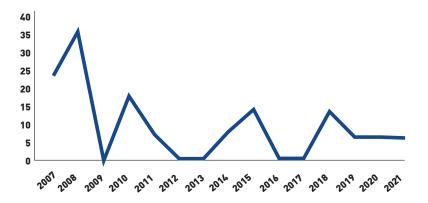


2021 / GREEN REPORT SAFETY CERTIFICATIONS

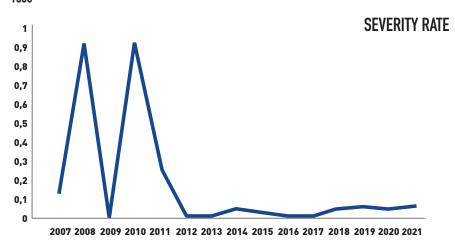
Again in 2021, our injury incidence rates were lower than the average for the sector (ATECO 28.2).













OUR SUSTAINABLE PACKAGING





GREEN PACKAGING, FROM ORIGIN TO RECOVERY, THANKS TO CIRCULAR ECONOMY PROJECTS



GABLE TOP CARTONS

Made from 75% FSC-certified paper - a **renewable source** - from responsibly managed forests (FSC® and PEFC)



Resealable screw caps for optimal product protection

Optimal shape for transport and storage

100% recyclable

END OF LIFE RECOVERY

Recovered cellulose

fibres are converted into home and personal hygiene paper products

Recycled polyethylene and aluminium residues are processed and used to make new products such as gadgets, household accessories and **street furniture**



CUSTOMS AUTHORISATIONS







AEOc AUTHORISATION CERTIFIES THAT GALDI IS A RELIABLE EXPORTER

In 2021, Galdi was granted **Authorised Economic** Operator (AEO) status, after Italian Customs officials conducted the relevant audits to verify Galdi's fiscal compliance and financial solvency, also validating the knowledge, compliance with, and adoption of correct customs procedures.

BENEFITS



Simplified transit procedures within the EU

> Easier tax compliance reporting

Better planning, faster shipments and fewer delays

> **Improved** relationships with Customs

Customs transit priority thanks to verified customs and tax compliance

The commitment our company made in 2021 marks the beginning of a closer cooperation, based on RELIABILITY AND TRANSPARENCY, with Italian customs authorities.

The key requirements to obtain, and maintain, AEO Customs status are indeed financial solvency, tax and customs compliance.





INNOVATION, WELL-BEING AND SUSTAINABILITY: THESE ARE THE PILLARS OF THE GALDI VILLAGE, A PLACE TO FILL











Galdi Village, a place to fill

Galdi Village, a place to fill is the new green building located next to Galdi's production plant.

It was designed to be a **hub to promote the wellbeing of our employees** and of the community we operate in, to act as a **networking** platform for discussion and debate, and to host company and local events.



LEED® GOLD CERTIFICATION



The LEED® Gold certification is one of the most stringent sustainability standards for new buildings. The Galdi Village, a place to fill, was designed with the future in mind, shaped by employee well-being and sustainability.





Galdi Village, a place to fill

Here are some of the sustainable choices we made:

CONSTRUCTION PHASE

Selected materials are high in pre- and post-consumer recycled content and low in VOC (volatile organic compounds)

Construction waste was disposed of by licensed waste disposal companies providing the percentage of recycled waste for each type of material

Construction site operational plans were based on **sustainable criteria** with attention paid to workers

OPERATIONAL PHASE

Light pollution reduction

Reduction and monitoring of electricity and water consumption

Electricity: 100% renewable energy

Solar and PV panels for renewable energy production



The initial in-depth analysis, including design choices and the selection of materials and systems, will now be followed by ongoing monitoring to make sure that the high standards achieved are maintained over time.





RETHINKING EMPLOYEE WELLBEING





Galdi Village, a place to fill features spaces for the **well-being of our employees**, including relax and networking areas, a new **Fitness Area**, as well as "Galdi Bistro", a new **healthy** and sustainable catering concept.

The spaces are designed to be naturally lit, with large windows that offer a view of the garden and the surrounding landscape.

We believe that the high levels of **mental and physical well-being** enjoyed by Galdi employees are essential for a better quality of life and for a lively, dynamic and healthy work environment. The Fitness Area was designed with this idea in mind: a place to train the body and mind with rooms equipped for both individual workouts and group classes (e.g. Pilates).



GOALS FOR THE FUTURE

ENVIRONMENTAL SUSTAINABILITY

- Replacing lights in the production area and outdoor lighting fixtures with LED lights;
- Expanding the area for the production of clean electricity;
- Installing consumption meters for electricity, gas and water to monitor and optimize consumption.

COMMUNITY ENGAGEMENT AND EMPLOYEE WELL-BEING

- Participation in the "Girls Code It Better" project to create a new Club in the Treviso area, with the goal of encouraging more girls into STEM subjects;
- Additional activities to foster the well-being of our employees (functional training, mindfulness class);
- Renewed participation in the Sustainability Project by Assindustria VenetoCentro.





