## ESG ImpactReport<sup>™</sup>



AVS // AVS Danmark, ESG ImpactReport<sup>™</sup> 2025

### AVS Danmark is an unlisted SME

Our report therefore follows the EU's recommendations for voluntary ESG reporting, which are based on EFRAG's VSME ESRS Exposure Draft

Read about the recommendations here







## **99** A message from management

The purpose of this sustainability report is to provide insight into AVS Denmark's strategy and practices within sustainability. We strive to integrate sustainability into all aspects of our business. We have therefore developed policies and initiatives that promote sustainability and reduce negative impacts.

Sustainability is part of our strategy and we strive to comply with all relevant compliance obligations, both in relation to our operating activities, services, and the products in our portfolio.

We have primarily implemented measures within Scope 1 and 2 to transition to a more sustainable economy. These include recycling packaging, using more environmentally friendly transport solutions, reducing our water and energy consumption, and improving working conditions and sustainability training for employees.

Our approach to sustainability is largely driven by our customers' demands and needs in this area. We expect our suppliers to support this responsibility by offering sustainable solutions, services, and products throughout the supply chain and by implementing proper environmental management systems where relevant.

We are committed to implementing more and more measures within Scope 3 so that we can take active steps towards minimizing our environmental impact and contributing positively to society in the future.

**Kjeld Bagger** AVS Danmark ApS



### Policies and practices for the transition to a more sustainable economy

At AVS Denmark, we equate sustainability with responsibility for both people and the environment. We strive to comply with all relevant compliance obligations, both in relation to our operating activities, services, and the products in our portfolio.

We actively work to reduce our overall environmental impact by using more environmentally friendly transport solutions and packaging – and, from a life cycle perspective, offering more sustainable products to our customers. We are also taking steps to reduce the overall energy consumption associated with our operations.

Our sustainability policy is important to us because it provides direction and a common understanding internally, strengthens our position externally, underpins our strategic development, and meets external expectations and requirements.

We have also adopted targets for reducing water and electricity consumption. This includes investing in energy-efficient technologies and implementing water-saving measures in all our facilities. In addition, we are constantly working to improve our processes and use environmentally friendly packaging, which we recycle wherever possible. We also focus on well-being and job satisfaction. This applies to both the physical and psychological working environment, flexible working conditions, and ongoing skills development.

To reduce pollution, we prioritize transporters who document their CO<sub>2</sub> consumption and focus on implementing initiatives to reduce their environmental impact.

With our sustainability policy, we strive to minimize our environmental impact and promote sustainable development.

See our sustainability policy here

### CO<sub>2</sub> and climate

We began transforming AVS towards more sustainable operations in 2020. In 2024, we launched a climate strategy (Scope 1 and 2), and in 2025, we will increase our focus with ambitious targets.

We use the Danish Business Authority's Climate Calculator and thus comply with the internationally recognized standard for calculating climate footprints.

CO <sub>2</sub> e scope 1	CO <sub>2</sub> e scope 2 lokationsbaseret
<b>1,30</b> tons	<b>3,47</b> tons
2024/2025	2024/2025

We have set the following climate targets to continue reducing our CO<sub>2</sub> emissions. This includes our own operations and processes as well as our use of external suppliers and distributors.

**2025:** Scope 1 and 2 (60%) **2030:** Scope 1 and 2 (80%) **2030:** Scope 3 (50%) **2040:** AVS net zero

To reduce our own CO<sub>2</sub> emissions, we have replaced our light sources and windows and installed water-saving nozzles at all consumption points over the past few years.







### **Energy consumption**

We have been working to reduce our energy consumption since 2020 and aim to continuously reduce our consumption of electricity and district heating by 30% by 2030.

#### To reduce our consumption, we have done the following over the past two years:

- Replaced light sources from energy-saving lighting and neon tubes to LED in sales and management offices
- Electricity consumption has been reduced by outsourcing our file and exchange server (cooling of server room)
- We have installed new thermal windows to save district heating. Some administrative rooms are
- electrically heated -> lower consumption has been achieved by installing new thermal windows
- All PCs have been replaced with low-energy laptops
- We have signed up for green wind power for all our consumption

#### Upcoming measures to achieve our goal:

- Light fixtures and light sources will be replaced with LED (warehouse and administrative offices)
- Electric heating panels in administrative offices will be replaced with district heating
- ERP server will be outsourced (cooling will be eliminated completely, saving electricity)
- Calorie meters are being replaced with new energy-saving devices with timers
- Calorie meters in the warehouse are being moved to above the entrances (lower electricity consumption)
- We are switching to a split system with an exchanger from direct district heating
- Gas is being replaced with biogas in our gas truck

Energy consumptionElectricity consumption288.515<br/>MJ107.093<br/>MJ

2024/2025

Share of energy consumption from renewable energy sources **53%** 2024/2025

2024/2025

### Water

#### Installation of water-saving technology

We have installed dual-flush toilets and water-saving nozzles at all consumption points, along with new low-energy and water-saving dishwashers, which has reduced water consumption by 50%.

#### Water consumption

2024/2025

As an additional measure, we have considered rainwater harvesting, but have abandoned the idea as we have no use for the collected rainwater.

It is therefore not possible for us to implement further water-saving measures.





# Consumption, circularity, and waste management

In the last year, we generated 3.9 tons of waste from our activities. This includes product waste, packaging, and waste from our administrative facilities.



We are a trading company with currently 16 employees who sell products and solutions to Danish industry. Our premises consist of office space, a kitchen, and a warehouse. We are registered with the municipality's waste sorting scheme and sort packaging from purchased office supplies, food, and similar items in accordance with the regulations.

As we sell products and solutions from international manufacturers, a lot of packaging passes through our premises. We reuse the packaging sent to us by manufacturers (cardboard boxes, filling material, etc.) wherever possible. Products from our own warehouse are packaged in sustainable packaging materials.

Last year, we generated 3.9 tons of waste, of which 1.9 tons was prepared for reuse, representing 48.7% of the total waste we generate in our processes.

We are constantly working to improve our waste management practices and increase the proportion of recycled materials in order to minimize our environmental impact.





### Our approach to packaging

#### Recycling

At AVS Danmark, we take responsibility for the environment by recycling packaging as often as possible. We reuse cardboard boxes and other packaging materials almost daily to minimize waste and reduce the need for new production.

#### FSC-certified cardboard packaging

We use FSC-certified cardboard packaging with the FSC MIX label, which ensures that the materials come from responsible sources. An FSC MIX label means that the forest-based parts of the product, such as cardboard and paper, come from a combination of FSC-certified forests, controlled wood (FSC Controlled Wood) and recycled materials.

#### **Biodegradable filling material**

To protect our goods, we use a biodegradable filling material made from natural corn and water. This biofiller is 100% free of fossil CO2 and leaves only pure compost when disposed of. It is a sustainable alternative to traditional plastic filling materials.

#### Waste sorting

The cardboard we cannot recycle is sorted correctly so that it can be recycled. By recycling as much packaging as possible, we actively contribute to reducing the production and consumption of new cardboard packaging. We believe that even small steps can make a big difference to the environment.

### Workforce

Our workforce consists of 16 full-time employees, 11 of whom are based at our head office and 4 external sales representatives who work from home. Of these, 13 are men and 3 are women, reflecting our commitment to promoting gender equality in the workplace.

	Male full-time employees in the company <b>13</b> 2024/2025	Female full-time employees in the company <b>3</b> 2024/2025
Full-time employees (FTE) Full-time employees (FTE) 16 2024/2025	• •	total

We strive to create an inclusive and diverse work culture where all employees have equal opportunities to develop and thrive regardless of gender, ethnicity, and religion. We encourage everyone to apply for our open positions—and our internal training and work environment initiatives support both men and women.



### Work safety

The safety of our employees is a top priority for us. We have installed fire alarms, fire extinguishers, first aid kits, and a defibrillator in our facilities. All employees have participated in Falck's first aid course, which is repeated every two years. We also conduct fire drills every two years.

Antal registrerede dødsfald som følge af arbejde
0,00
2024/2025

In addition, our warehouse staff and sales representatives have been provided with safety shoes and helmets. Some of our customers require this if we are to visit their production environments.

To promote a culture of safety, we encourage all employees to report hazardous conditions or near misses. Our goal is to achieve a safe workplace, and we are continuously working to test and improve our measures and processes.





### Salaries and collective agreements

We are committed to ensuring fair and equal pay and continuing education opportunities for all our employees. We want to promote equality and ensure that everyone has equal access to competitive wages and opportunities for professional development.

AVS Denmark is a member of DI, which is why we follow wage developments in DI's comparable collective agreement, even though AVS Denmark is not part of the agreement





### Continuing education

Over the past year, 85% of our male employees and 33% of our female employees have participated in continuing education programs. These programs include courses in software use, professional development, and technical skills, which are designed to promote competency development for all employees.

As part of our ongoing skills development, we are a member of the Confederation of Danish Industry (DI), which gives us access to a wide range of seminars and webinars. We regularly participate in these events when they are relevant to our areas of expertise and work tasks. This allows us to stay up to date on the latest trends, legislation, and best practices in marketing, technology, and sustainability. Participation helps strengthen our professional knowledge and supports the company's goal of continuous learning and development. Average continuing education hours for all employees over the year

40,00

2024/2025

### The value chain

We are working hard to reduce our climate footprint throughout the value chain. We already have a good handle on our Scope 1 and 2 emissions and are continuously working to improve our energy consumption and internal processes.

Our efforts are focused on:

- Adapting our corporate culture: We promote a sustainable mindset throughout the organization.
- Improving business processes:
  We continuously optimize our workflows to reduce waste and increase efficiency.
- **Transforming our product portfolio:** We develop products with a focus on sustainability and longevity.
- Adapting the supply chain: We require our transporters to use more environmentally friendly solutions.
- Adapting the value chain:

We work with our suppliers to ensure that they comply with our Code of Conduct and are actively working on sustainability.

A particular challenge lies in Scope 3, where we depend on data and transparency from our many international suppliers. Although we require responsible production, it is often difficult to gain full insight into the entire production chain. A concrete example is the traceability of metals used in our fittings – here it can be challenging to document where and how the raw materials have been extracted. We are therefore working continuously to strengthen the dialogue with our suppliers and improve the data basis for our Scope 3 reporting.

See our code of conduct for suppliers here



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### Corruption and bribery

We set clear requirements for our employees, board members, partners, and suppliers to ensure that everyone complies with our standards of responsibility. We expect everyone to comply with applicable laws in all jurisdictions where we operate. This includes national and international laws and regulations.

Number of confirmed cases of corruption	Number of confirmed cases of bribery
0,00	0,00
2024/2025	2024/2025

We also expect our suppliers to have established adequate procedures in accordance with the UN and OECD guidelines. It is the supplier's responsibility to ensure that they and their suppliers comply with the international principles set out in our Code of Conduct.

Our international suppliers must not engage in any form of corruption or bribery. We have described the company's anti-corruption policy and relevant laws in our Code of Conduct, which our primary suppliers are asked to sign.





### **Final remarks**

We are committed to promoting sustainability and responsible business practices at all levels. Through our targeted efforts in reducing CO2 emissions, responsible consumption, and improving working conditions, we strive to make a positive impact on the environment and society. We will continue to evaluate and improve our strategies to ensure that we contribute to a more sustainable future. For further details on our efforts and results, please refer to our website under the menu item sustainability, where further information and documentation can be found.

The following overview shows all the data specified in our baseline.

Introduction to our company	2024/2025
Sustainability is part of the vision, strategy, or core values	Part of our strategy
The company has set goals for its sustainability work	Yes
The company works daily to integrate sustainability	Yes
The company communicates internally about environmental and climate responsibility	Yes
The company communicates externally about environmental and climate responsibility	Yes
Master data (B1)	2024/2025
Company type	Private limited company (ApS)
Balance sheet total	12,417,797.0
Full-time employees (FTE)	16.0
Practices, policies, and future initiatives for the transition to a more sustainable economy (B2)	2024/2025
Politikker eller initiativer for områder der bidrager til bæredygtig omstilling	Ja*
Offentligt tilgængelige politikker	Ja*
Politikker med mål	Ja*
Fremtidige initiativer	Ja*
	*Der henvises til avsdanmark.dk



The following overview shows all the data specified in our baseline.

Energy consumption (B3)	2024/2025
Energy consumption	80,143 kWh
Energy consumption from renewable energy sources	42,344 kWh
Energy consumption from fossil energy sources	37,799 kWh

CO <sub>2</sub> (B3 - continued)	2024/2025
The company wants to calculate and determine its CO2 emissions.	Yes
CO2e scope 1	1.30 tons
CO2e scope 2 location-based	3.47 tons

Pollution of air, water, and soil (B4)	2024/2025
The company is subject to environmental approval.	No
Biodiversity (B5)	2024/2025
Vulnerable locations	0,00



The following overview shows all the data specified in our baseline.

Water (B6)	2024/2025
Water consumption	52,0 m3
Resource consumption, circularity, and waste management (B7)	2024/2025
Circular economy principles are applied	
Amount of waste generated	3,920 kg
Amount of hazardous waste generated	0.00 kg
Amount of waste prepared for reuse	1,990 kg
Amount of waste recycled	1,990 kg
Processes involving significant material flows are operated	No



The following overview shows all the data specified in our baseline.

Workforce (B8)	2024/2025
Permanent employees in full-time equivalents	16.0
Male full-time employees in the company	13.0
Female full-time employees in the company	3.00
Employee turnover	0.00%
Work safety (B9)	2024/2025
Number of accidents at work	0,00
Corruption and bribery (B11)	2024/2025
Convictions for corruption and bribery	0.00
	0.00

### Comments on the report

The report has not been verified by an independent third party. Although we have made every effort to ensure that the content of the report is accurate, we cannot guarantee its accuracy and/or completeness, and we therefore disclaim any liability for any damage or loss that may arise as a result of actions taken on the basis of the report.

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