

April 2024

Verification

POST-ISSUANCE



KPI Performance and Sustainability
Targets for Sustainability-Linked Bonds

Genexis Group AB

Independent Verification of KPI reporting and SPT progress

Genexis Group AB, former Inteno Group AB, (“Genexis”) has commissioned Position Green AS (Position Green) to conduct an independent review of the company’s Key Performance Indicators and the progress against Sustainability Performance Targets (as defined in Genexis’ 2022 Sustainability-Linked Bond Framework, dated May 2022).

BASIS FOR THE REVIEW

Reporting Period	01.01.2023 – 31.12.2023
Framework/Methodology	2022 ICMA Guidelines for Green, Social, Sustainability and Sustainability-Linked Bonds External Reviews.

FROM GENEXIS’ SUSTAINABILITY-LINKED BOND FRAMEWORK

Key Performance Indicators (KPI)		Sustainability Performance Targets (SPT)	
KPI 1	Increase the use of recycled plastics in Genexis’ products.	SPT 1	55% of total plastic materials used in final products to consist of recycled plastics by 2026.
KPI 2	Setting a Science Based Target for scope 1-3 emissions approved by SBTi for CO2e emissions reduction in line with the 1,5-degree scenario.	SPT 1	SBT to be validated by the Science Based Target Initiative (SBTi) in 2024
		SPT 2	This SPT will be aligned with the SBTi targets (as sub-targets) and will be announced when the SBTi targets are validated. The 2026 milestone targets are to be reached by 2026.

CRITERIA AND PROCEDURES

	Criteria applied	Verification procedures
KPI 1 / SPT 1	<ul style="list-style-type: none"> Robustness of data and systems used in calculation of % sales of final products consisting of recycled plastic. Production units can document use of recycled plastic. 	<ul style="list-style-type: none"> Review of systems tracking sales, incl. use of recycled plastic. Limited control of product declarations and/or verifications from production units on usage of recycled plastic.
KPI 2 / SPT 1	<ul style="list-style-type: none"> Genexis’s progress towards SBTi validation (due no later than 2024). 	<ul style="list-style-type: none"> Review of SBTi’s website documentation.
KPI 2 / SPT 2	<ul style="list-style-type: none"> To be assessed when milestone target date is reached. 	<ul style="list-style-type: none"> NA

VERIFICATION ASSESSMENT

Following the review of Genexis' reporting based on the criteria above, Position Green considers the reporting to cover the elementary requirements, in addition, we would like to highlight the following:

KPI 1 Increase the use of recycled plastics in Genexis' products

- The reported share at 27% is on track with the linear trajectory defined in the Sustainability Linked Bond Framework.
- Over 90% of the total production volume has either self-declarations issued by the production unit and/or third-party verifications confirming the percentage of recycled plastic. We consider relying on self-declarations without supporting documentation or a third-party verification a weakness that should be improved.
- The corporate ERP system used for tracking sales orders automatically assigns the share of recycled plastic per product sold and is directly linked to invoicing.
- Nothing has come to our attention that causes us to believe that the data used is not transparent or calculated incorrectly.

KPI 2 Setting a Science Based Target for scope 1-3 emissions approved by SBTi for CO2e emissions reduction in line with the 1,5-degree scenario

- Genexis' Science Based Target was validated by SBTi on September 14th 2023, thus the SPT 1 for 2024 has already been reached.
- Progress towards SPT 2 has not been assessed.

Review Provider:

Position Green AS

Position Green[•]

Date:

24.04.2024

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