Sustainability at Siemens

Multiply impact





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Climate change

Glocalization

Digitalization

Demographic change

Urbanization





OUR MARKETS

With our technologies we address key challenges in the industries that form the backbone of economies and societies

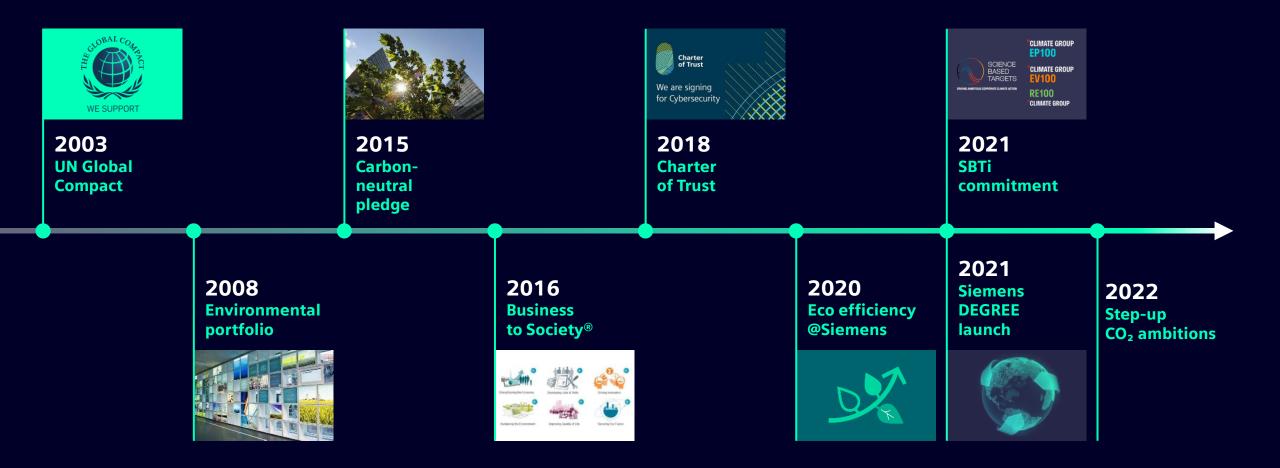






Siemens sustainability track record

More than 15 years of leadership ...





Technology drives sustainability

We enable our customers to do more with less by combining the real and the digital worlds.





Our **DEGREE** framework – a 360° view on Siemens priorities in our business and our own operations



Sustainability business

D – Decarbonization Accelerated

E – Ethics

G – Governance

R – Resource efficiency

E – Equity

E – Employability Accelerated

Sustainability in own operations

Customer value propositions

Decarbonization & energy efficiency

Resource efficiency & circularity

People centricity & societal impact



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Our impact in fiscal year 2022

~150 Mt Customer Avoided Emissions



New pathway target

-55% physical carbon emissions in own operations by 2025

Excl. Siemens Healthineers



Ramping up our ambitions

-90% physical carbon emissions in own operations by 2030

Excl. Siemens Healthineers



Acting on our ambitions

~€650m investment in decarbonizing own operations between 2022 and 2030

Excl. Siemens Healthineers



Congleton, United Kingdom Turning brownfield into green factories

ALLES LEY

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Nanjing Digital Native Factory, China Designing for sustainability Siemensstadt Square, Germany The future of urban living and production















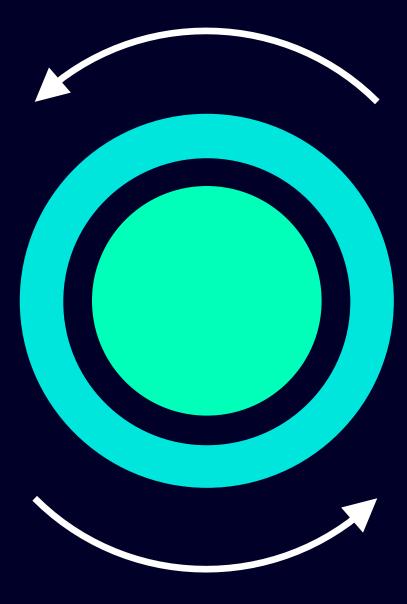




Continuous focus on our people

25 by '25 digital learning hours per person

Sustainability in our own operations



Sustainability business

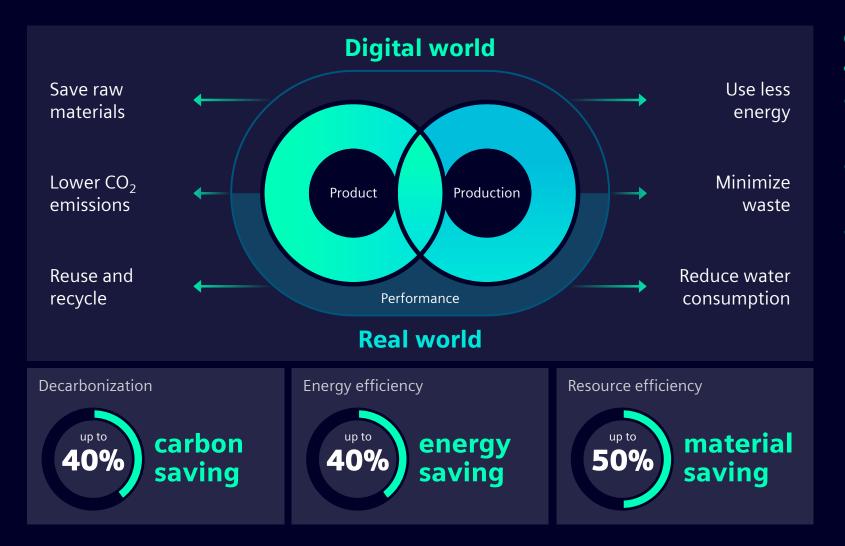


Sustainability business framework

Decarbonization, resource efficiency and people centricity through all businesses	Decarbonization & energy efficiency	Resource efficiency & circularity	People centricity & societal impact
Industry	Digital twin for energy and Product Carbon Footprint management	Digital twin for reduced material, water and energy usage	Digital twin workflow and workstation design and simulation
Buildings	Building energy efficiency, end-to- end decarbonization programs	Optimized building space utilization and asset management	Healthy indoor climates, security and access management
Electrification	Grid software for renewable integration, eMobility charging	Electrical asset performance management and protection	Electrical safety, secure and resilient power supply
Mobility	Efficient public transport, e.g., high-speed, battery, hydrogen trains	Extended lifecycles from repairability, reusability or refurbishment	Data-driven services for increased system capacity, availability and reliability
Siemens Financial Services	Financing new clean technologies, new business models and sustainable innovation		



Sustainability through digital twin technology



Comprehensive digital twin approach:

- Seamless flow of information from the real and digital world
- Holistic view of sustainability impacts along the value chain
- Continuous optimization loop to achieve greater sustainability



Vertical farming – Industry, Buildings, Electrification, Financial Services

Decarbonization & energy efficiency

Resource efficiency & circularity

80 ACRES FARMS

Creating a more sustainable approach to farming through digitalization and automation

Customer challenge

- Expanding proven vertical farm technology and infrastructure globally is resource and capital intensive
- Enable continuous improvement to drive down unit economics to open new markets and position the business to operate globally

Solution

- Development of sustainable large-scale indoor farms
- Complete end-to-end digitalization and automation technology of the farms from recipe to packaged product
- Implementation of an intelligent energy system, including power distribution, environmental control, fire safety and security, and asset management
- Siemens Financial Services invested equity to unlock growth and fund future farm infrastructure and technology innovation

Customer benefit

- 95% less water used compared to traditional farming
- Powered by 100% renewable energy and eliminating pesticides
- Growing up to 300x as much food per square foot
- Lowering farm-to-table footprint and reducing overall waste



Higher education – Buildings, Electrification, Financial Services

Decarbonization & Peop energy efficiency socie

People centricity & societal impact

E.J.S

MORGAN STATE UNIVERSITY Campus transformation

Customer challenge

• Morgan State University wants to transform into a smart, sustainable, and efficient campus

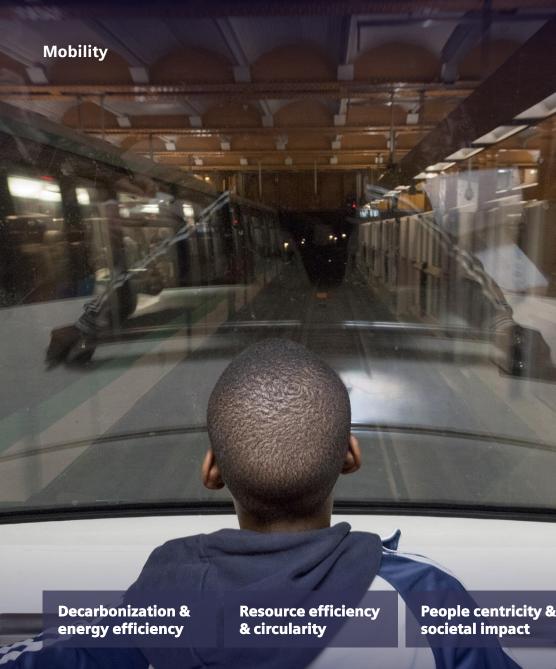
Solution

- Strategic Energy & Sustainability master plan defines 4-phase campus modernization and transformation
- Delivering a smart campus foundation with Desigo CC integrated automation, HVAC, security, fire and life safety systems, with a focus on energy efficiency, resiliency and sustainability (phase 1)
- Addressing utility systems, renewable energy and enabled digital services for continuous improvement & optimization (phase 2)

Customer benefit

- Improved infrastructure and operational excellence
- Deliver a healthy, safe, secure, and resilient campus setting
- ~\$10 million guaranteed savings in phase 1
- > 65% planned greenhouse gas emission reduction

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RATP GROUP

Full automation of century-old Parisian metro line to cope with rising demand for sustainable urban transit

Customer challenge

• Performance upgrade of second busiest metro line in Paris while minimizing the disruption of passenger service

Solution

- CBTC signaling Grade of Automation 4 for driverless and automatic operation
- Modern Operation Central Command solution
- Implementation of full automation during operation without interruption to traffic

Customer benefit

- Increased network capacity by ~20% through shortening of intervals between metro trains from 105 to 85 seconds
- Significant performance upgrade of century-old metro line, without resource intensive new construction
- Reduction of traction energy consumption by up to 15% through full automation of operation
- Enhanced passenger experience through higher reliability, fewer delays and up-to-date travel information



Customer Avoided Emissions

~150

million tons of Customer Avoided Emissions through Siemens offerings in FY 2022

"Positive" CO₂ impact (saved or avoided emissions) at customers compared to reference solution. ~12

million tons of CO₂ emissions were caused in our own operations and supply chain in FY 2022

Scope 1 and 2: 0.6 Mt Scope 3 upstream: 11.5 Mt

~13x

more CO₂ emissions are avoided by our products than caused in our own operations and supply chain



Calculation methodology for Customer Avoided Emissions Siemens' proprietary methodology aligned with GHG Protocol Scope 3 downstream reporting applied from FY 2022 Calculation method "future impact": Accounting for avoided emissions of offerings sold in reporting year over their entire lifetime • Expanded scope beyond former Environmental Portfolio Excluded since robust calculation under development e.g., DI Software, DI Factory Automation, DI Process Automation, MO Rail Infrastructure



Consistent steps toward a net zero supply chain (scope 3 upstream) Net zero supply chain by 2050 and 20% emissions reduction by 2030

Impact through global supplier footprint



~€35bn goods and services purchased



Scope 3 upstream development in FY22¹

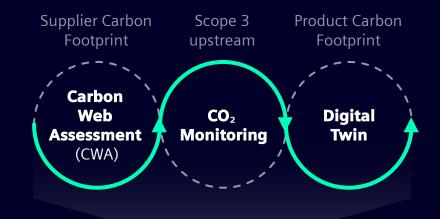
~16%

increase of Purchasing Volume (PVO)

~2.5%

increase of scope 3 upstream emissions compared to FY20 baseline

Collaboration and technology as enabler to reach targets



~1,200

~9%

suppliers reported their efforts via CWA in FY22 leading to average reduction of CO₂ footprint

¹ Excluding SHS



EU taxonomy in the context of our business

EU-taxonomy eligibility key figures in FY 2022

Examples of eligible and non-eligible Siemens portfolio in FY 2022

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		Examples of eligible items in Siemens portfolio	Examples of non-eligible items in Siemens portfolio
~20% Revenue	Digital Industries	 Process automation portfolio PLM life-cycle collaboration software 	 Automation products, systems, and services Industry software and IT/OT data-controlled solutions
~40% Capital expenditures	Smart Infrastructure	 Manufacture of energy efficiency equipment for buildings E-mobility systems and solutions 	 Technologies for low and medium-voltage power distribution Fire protection & security portfolio
Operating expenses	Siemens Mobility	 Rail vehicles Railway infrastructure, automation, and electrification Digital solutions for mobility service providers and operators 	
	Siemens Healthineers		Entire portfolio

Siemens' business is sustainability business **Strong customer value propositions**

Our integrated portfolio empowers customers

Leveraging our global ecosystems for transformation



Sustainability at Siemens



Accelerating **DEGREE**

Ramping up Ambitions

Multiply Impact



