

## Position on Climate Change

Lundbeck recognizes climate change as an important issue and have conducted energy-conserving activities for many years, to benefit our business and the environment.

Our Health, Safety and Environment (HSE) strategy is making a firm commitment to reduce our global CO<sub>2</sub> emissions, and confirms our ambition to be among the leaders within the pharmaceutical industry. We have a long-term and a short-term CO<sub>2</sub> target. Our long-term target commits Lundbeck to cut our CO<sub>2</sub> emissions 30% by 2026 and 70% by 2035 when compared to 2016 emission levels. Our short-term target is to reduce our CO<sub>2</sub> emissions by 3% from 2018 to 2019.

Furthermore our strategy obliges Lundbeck to:

- Reduce our CO<sub>2</sub> emissions through energy reductions and by gradually change fossil fuels to renewables.
- Comply with applicable legislation, support national targets and the official target described in the Paris Agreement, UN Climate Change Conference of the Parties (COP-21), requiring all nations to keep the global warming below two degrees in 2100.
- Support the intentions in EFPIAs white paper on climate change.

The actual actions include:

- Taking an integrated approach where a dedicated team of engineers and maintenance employees challenge habits and conventional thinking in order to identify new ways of reducing energy use.
- Performing energy audit at research, development and manufacturing sites.
- Establishing business cases prior to launch of energy saving projects and prioritise projects to achieve optimal energy savings across Lundbeck.
- Allocating the necessary resources and funds for projects in order to reach annual targets.
- Evaluating business risks and opportunities related to climate changes.
- Monitoring our progress and annually report our energy consumption and CO<sub>2</sub> emissions on [www.lundbeck.com](http://www.lundbeck.com), in our UN Global Compact Progress report and to [Carbon Disclosure Project](#) (CDP).

Our future key challenges and opportunities with regard to CO<sub>2</sub> emissions include:

- Continually improving our CO<sub>2</sub> emission performance (scope 1, 2 and 3).
- Motivating our biggest suppliers, by emission, to develop climate targets.
- Continually improving our CO<sub>2</sub> emission inventory according to the Greenhouse Gas Protocol and develop our reporting e.g. by detailing our scope 3 emissions.
- Integrating climate-friendly considerations in building and sourcing activities e.g. by preferring mechanical ventilation.
- Contributing to the development and application of energy efficient technology, specifically with in chemical production e.g. by integrating continuous production methods.
- Develop Climate scenario analysis according to guidelines recommended by Carbon Disclosure Project.
- Improve our ranking in Carbon Disclosure Projects environmental benchmark.

In our UN Global Compact Progress report on [www.Lundbeck.com](http://www.Lundbeck.com) you can read more about our activities and performance.