THE SUSTAINABILITY PLAN

For each of the five pillars identified, specific improvements have been studied, programmed and planned, which are accordingly summarised in the Group's Sustainability Plan.

Starting from the Group's declared commitments, the pillars and related improvement programmes have been linked to the United Nations Sustainable Development Goals (SDGs).

During 2020, the sustainability plan was reformulated and updated as follows.

PILLAR	SDGs SUPPORTED	OBJECTIVE	ACTIVITY	STATUS
RESPONSIBLE MANAGEMENT OF THE SUPPLY CHAIN	8 DECENT WORK AND ECONOMIC GROWTH 12 RESPONSIBLE CONSUMPTION AND PRODUCTION	Use of 25% of raw materials that meet specific sustainability criteria by 2025	Mapping of the highest standards/certifications with regard to animal welfare and the use of low impact raw materials	
			Drafting of a protocol of standards/certifications approved by the Group for the application of the Armani Sustainability Project (ASP) logo	•
			Internal and external (sharing) licensees of the protocol for the purposes of application of the Armani Sustainability Project logo (ASP)	•
			Publication of the protocol on the company website	NEW
			Annual public reporting of the percentage of items with raw materials that meet specific sustainability criteria	NEW
		Raising the quality standards for suppliers of the Group by 2030	Review/revision of the checklist and the rating attribution system	•
			Creation of the supplier evaluation committee for evaluating suppliers based on audit ratings	•
			Training on social and environmental issues for all suppliers subjected to an audit during the year	NEW
ENVIRONMENTAL PROTECTION AND EFFICIENT USE OF RESOURCES	7 AFFORDABLE AND CLEANENERGY 12 RESPONSIBLE CONSUMPTION AND PRODUCTION 13 ACTION 14 LIFE BELOWWATER	Reduction by 30% of emissions under direct control by 2030	Mapping of the Group's direct CO ₂ emissions (stores, operations and registered offices worldwide)	
			Setting up the ${\rm CO_2}$ emissions reduction plan based on the results of the mapping	
			Publication of the CO ₂ emissions reduction plan based on the results of the mapping	NEW
		Use of electricity produced 100% from renewable sources for the Group's Italian offices and stores by 2023	Mapping of electricity supply contracts and evaluation of costs	
			Purchase of certificates of origin (Guarantee of Origin 'GO' Certificates) for supply of renewable energy	
			Implementation of new photovoltaic systems	
		Use of electricity produced 100% from renewable sources for the Group's European offices and stores by 2025	Mapping of electricity supply contracts and evaluation of costs	NEW
			Purchase of certificates of origin (Guarantee of Origin 'GO' Certificates) for supply of renewable energy	NEW
		Commitment to purchase 100% of FSC/PFSC certified paper: - B2C by 2025 - B2B by 2030	Mapping of purchases of non-certified paper	
			Development of a plan to replace purchases of non-certified paper with Forest Stewardship Council (FSC) certified solutions	
		Commitment to eliminate single-use plastic from packaging: - B2C by 2025 - B2B by 2030	Mapping of the various different packaging used	
			Elimination of plastic components from product packaging	
		Commitment to purchase 50% recycled plastic for packaging: - B2C by 2025 - B2B by 2030	Mapping of used plastic materials	
			Development of a plan to replace purchases of virgin plastic with recycled plastic	

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26 | SUSTAINABILITY POLICY | 27

PILLAR	SDGs SUPPORTED	OBJECTIVE	ACTIVITY	STATUS
EMPLOYEE WELL-BEING AND TALENT DEVELOPMENT		Involvement of all corporate areas in the Group's sustainability plan	Creation and dissemination of content for the company newsletter	
	3 GOOD HEALTH AND WELL-BEING 4 QUALITY EDUCATION		Creation of workshops (on sustainability in general, and on specific topics)	
			Introduction of an e-learning course on sustainability which is accessible and usable through the company intranet	NEW
		Improvement of well-being	Launch of the employee satisfaction analysis with regard to well-being initiatives for employees in the Italy scope of reporting coverage	NEW
			Regulations pertaining to smart working for employees worldwide	NEW
		Development of talents	Extension of the scope of reporting coverage for analysis of the Human Capital Development project	NEW
			Promotion of the Armani Retail Development programme	
		Enhancement of female talent	Evaluation of female empowerment projects	NEW
		Enhancement of diversity and Inclusion	Evaluation of projects that promote and favour diversity and inclusion	NEW
FOCUS ON THE CUSTOMER	9 MOUSTRY, INNOVATION AND INFRASTRUCTURE 12 RESPONSIBLE CONSUMPTION AND PRODUCTION CONSUMPTION	Improvement of the relationship with the customer, of the customer journey, and raising awareness on sustainability issues	Expansion of product-related content released to the customer via the Certilogo QR code	•
			Promoting engagement and raising awareness of customers with respect to sustainability issues relevant to the Group in term of products and store design	•
			Review of company website content with a view to enhancing engagement therewith	NEW
			Implementation of an online tag system on the e-commerce site for ASP items based on the guidelines	NEW
			Launch of training for the store teams relating to: sustainability activities undertaken by the Group; and ASP items	NEW
SUPPORT AND INVOLVEMENT OF COMMUNITIES	2 ZERO HUNGER SSS AND SANITATION 16 PEAGE, JUSTICE AND STRONG INSTITUTIONS PARTINERSHIPS FOR THE GOALS	Support for the local area and communities	Providing support for the most vulnerable and for social emergencies through the financing of projects managed by Opera San Francesco and Comunità di Sant'Egidio	
			Renewing the commitment to Save the Children for projects within Italy, and launch of a collaboration for international projects	
			Donations to hospitals and non-profit organisations in response to the Covid-19 emergency	
		Support for research in the medical-scientific field	Financing of new research projects in the medical-scientific field, with particular attention to the contribution of women and young researchers	•
		Undertaking initiatives in support of culture	Renewing the collaboration with the FAI (Fondo Ambiente Italiano)	
			Providing support to some cultural entities within Italy	
			Promotion of cultural and educational activities through Armani/Silos	
		Contribution to research in the area of environmental protection	Funding of a research programme on purification using microorganisms	
			Expansion of green areas through planting campaigns undertaken within Italy	
			Advancing of projects currently in progress and launch of new Acqua for Life projects aimed at improving access to water resources	
		Promotion of ethical principles and values in sports	Inauguration of a new project to support Paralympic sport for promotion and enhancement of diversity	
			Investment by Olimpia Milano in educational/training programmes for young people and children living in difficult disadvantaged situations	

28 | SUSTAINABILITY POLICY | 29

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