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The sustainability report covers the company AB Ludvig Svensson (corporate identity number 556933-7503) and has been prepared in accordance with the provisions of the Annual Accounts Act, Chapters 6 and 7.



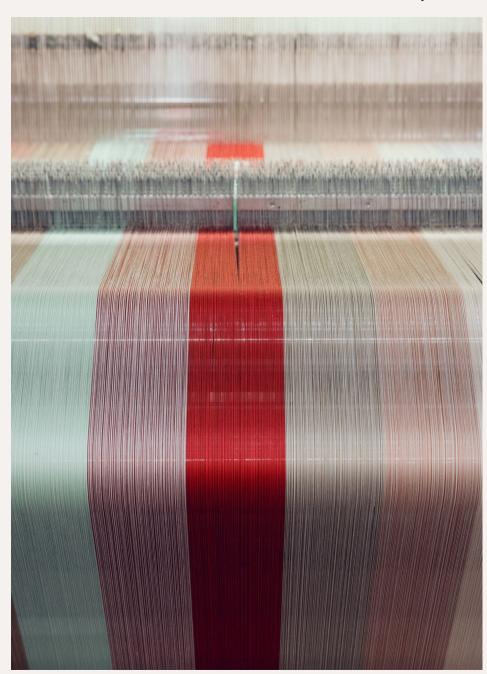
With sustainability as a roadmap

Thinking and acting in the long term and sustainably has been in our genes since 1887 when my great-grandfather started our company. Four generations later, Svensson is still in the exact same location in Kinna in the Sjuhäradsbygden region, Sweden, where we have our headquarters.

We take responsibility for the climate solutions we offer to professional interior designers and greenhouse growers. That is our business concept and we promise our customers a better climate for people and plants. But also a better working environment, increased efficiency and less use of energy, water and chemicals.

When we design and manufacture our products, it is with the aim that they will be usable for many years. By offering advisory services linked to our products, we ensure that they are used correctly for optimal effect and lifespan.

Anders Ludvigson, owner and CEO



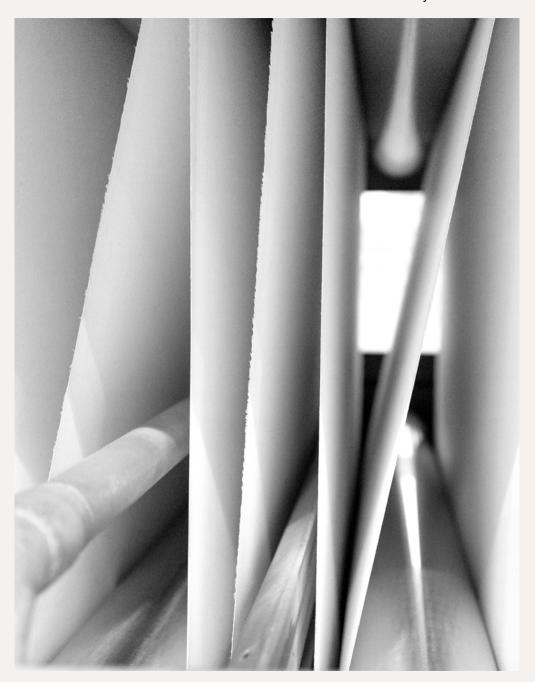
We are Svensson

With a lifelong passion for textiles, Svensson builds its brand on a legacy from 1887. Ever since then, we have been a family-owned company that, now in the fourth generation, continues to develop and manufacture climate solutions of the highest quality, design and function. An entrepreneurial spirit of innovation that guides our daily work to make a real and measurable difference for our end customers in our business areas: Interior textiles for public spaces and climate solutions for professional greenhouses.

Our strong global presence gives us good insights into our end customers' needs and challenges, and the opportunity to provide good advice on site.

Today, Svensson has customers in over 130 countries. In addition to the Nordic countries, we also have a local presence in the Netherlands, Germany, Spain, USA, Mexico, South Korea and China. Vision: The knowledge leader in climate solutions
We are the expert. The one to turn to. A partner to trust.

Customer promise: A better climate for people and plants
Our promise to our customers is a better climate and working environment, increased efficiency and less use of energy, water and chemicals.



Interior textiles & Climate screens

We are specialists in climate solutions, designed for professional interior designers and greenhouse growers. Environments that create better conditions for plants to grow in and for people to live in. By sharing what we know and being close to our customers, we become a business partner you can trust. That is why it is absolutely crucial for us to be at the forefront of the development of new technology

and new materials with a focus on quality, design, function and sustainability.

We work in processes that take place in-house but also in close collaboration with selected suppliers and researchers.
All production takes place in our own factories in Kinna, Sweden, in Elva, Estonia and in Shanghai, China.

"We create a better climate for both people and plants. That is our promise to our customers."

Anne Ludvigson, owner

Summary

How we create value

We take responsibility

We know how to create a better climate for people and plants. We have long experience, deep knowledge and are solution-oriented in everything we do. Our customers are confident with our advice and know that we are always there for them, today as well as tomorrow.

We are present

Business is done locally. By being on site around the world, we gain better insight into our customers' conditions and requirements. Our local presence creates trust and confidence in Svensson.

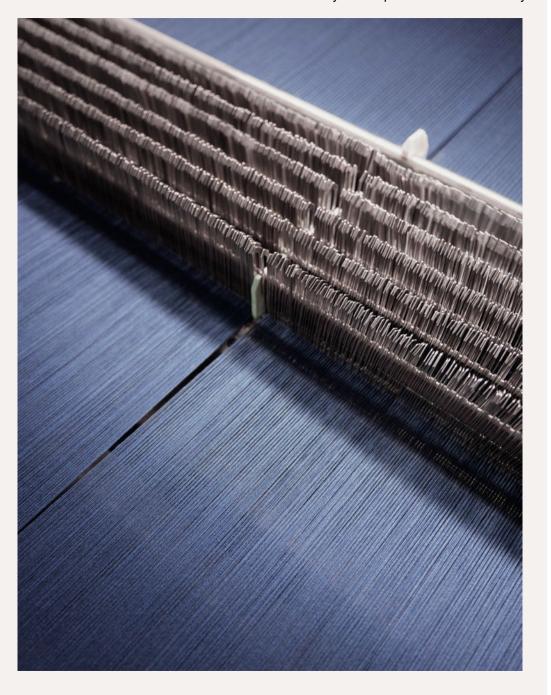
We operate sustainably

We contribute to sustainable impacts for our customers and end users. We participate in circular business model initiatives, set goals to reduce our climate footprint, and operate safely, resource-efficiently, and transparently. We balance economic growth and social responsibility with respect for our environment.

We are committed to the places and industries where we operate, and work for a more fair, equal and sustainable society.

We have Swedish roots

We are a family business with deep roots in Sweden. Our Swedish society is well known for its care for people and nature – just like us. Our products reflect the Scandinavian design tradition with high quality and innovative heights.



The core values build our culture

Our core values

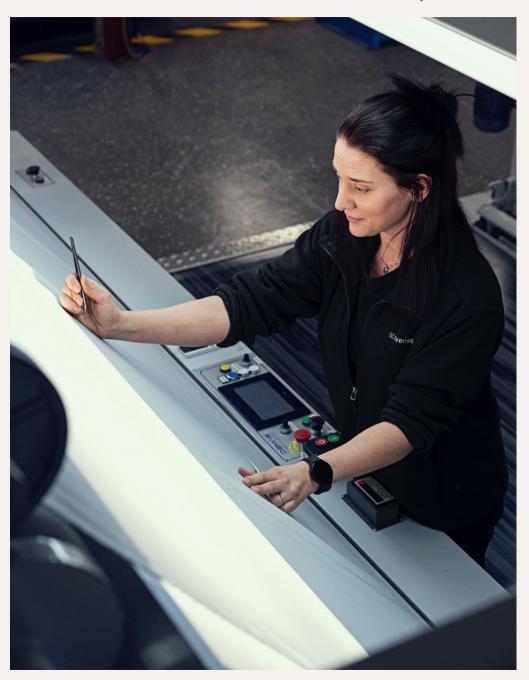
Our core values are our company's DNA. They are the foundation that reflects our spirit while building our business culture. They guide our work and help us make the right decisions. They are as much about how we act towards each other as they are about our attitude towards our customers, suppliers and society at large.

Our core values

Enduring
We are a family
business founded in
1887. Hard work and
constant development
lead us forward.

Dependable
We are close, we listen
and we take our
responsibility. Honesty
is a given. We care.

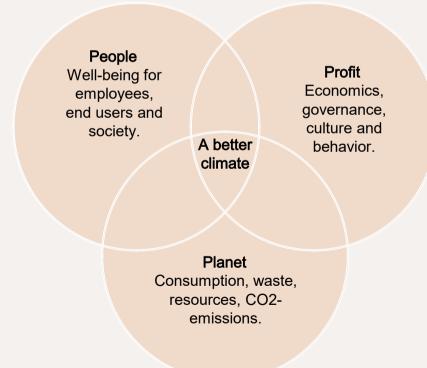
DynamicWe develop by being curious, flexible and proactive.



Our view on sustainability

Our overall sustainability goal is to reduce carbon emissions. This is in line with the Paris Agreement to limit global warming to 1.5 degrees, with 2030 as the timeframe for our efforts.

From a global sustainability perspective, we focus on three core areas: People, Planet & Profit:



Our four focus areas

In our sustainability work, we have identified four focus areas and developed clear strategies and goals for them.

Raw material Together with our suppliers, we Sustainable solutions work to reduce the value chain's We help our end users become climate impact. more sustainable. More with less Circularity We focus on reducing our carbon footprint by reducing waste and We engage in the transition capturing its value, reducing our towards a circular business model energy consumption and and future collection systems to increasing our energy efficiency. preserve the material value for We are actively working to reduce reuse. the use of chemicals and water.

Raw material

Together with our suppliers, we work to reduce the value chain's climate impact.



Raw materials from a life cycle perspective

Raw materials have a large carbon footprint, which is why we continuously and actively work on improvements together with selected suppliers. 89 percent of our furniture textiles and 85 percent of our hanging textiles are labeled with the EU Ecolabel, which means that they are evaluated from a life cycle perspective, from raw materials to waste. Our textiles with this label are subject to strict environmental, functional and quality requirements from one of the world's leading ecolabels.

Over 80 percent of purchases of raw materials and input goods take place in Europe and 60 percent within the EU.

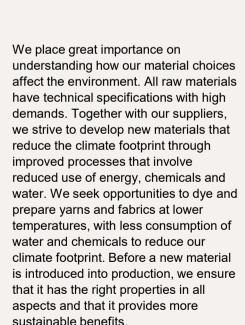
We have the ambition to conduct LCA and EPD on all products and have developed our internal expertise to calculate and analyze material choices and finished products from a life cycle perspective.

We continuously discuss environmental aspects with our suppliers.



More with less

Purchasing and supplier collaborations



We want to have long-term relationships with our suppliers who share our vision of creating a better climate for people and plants. Our Code of Conduct defines what we expect from all suppliers when it comes to human rights, working conditions, the environment and anti-corruption. We believe that new dynamic solutions are created when we know and trust each other.

Smart Materials II: Research Project 2021 -2024

We have participated in a research project where we investigate and develop new innovative materials for greenhouse cultivation.



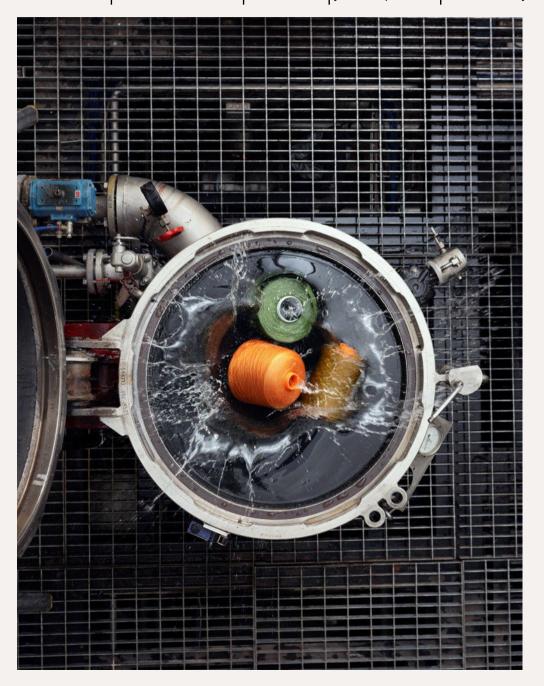
Activities 2024:

- · Life Cycle Assessments (LCA) and **Environmental Product Declarations** (EPD) carried out for a number of products.
- Projects carried out with the ambition to find new yarns made from recycled polyester and with less CO2 impact.



More with less

To reduce our carbon footprint, we have taken a number of initiatives to reduce energy consumption, waste management, and the use of chemicals and water.



Environmental and safety policy

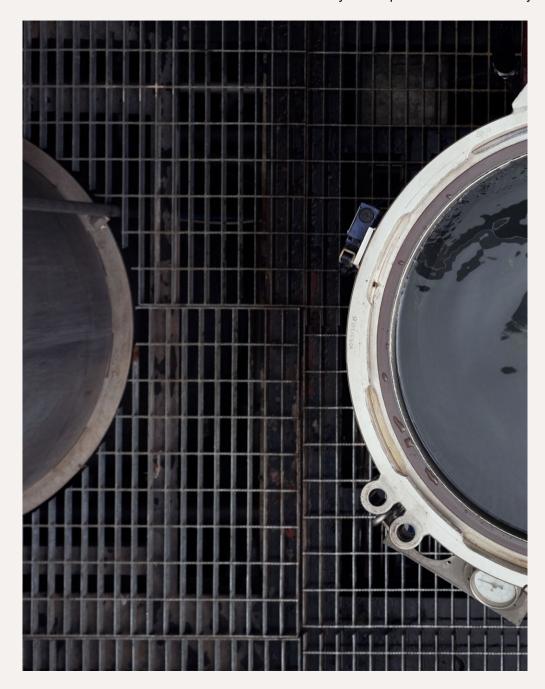
Svensson's environmental and safety policy is to develop better and sustainable climate solutions in the long term that have a positive impact on our own and our customers' consumption of energy and water. Our processes shall be operated according to the principle: More output with less input under safe conditions.

Reduced water use

Our factory is located between Viskan and Häggån. We collect our water from Viskan and purify it in our own treatment plant. We use the water to dye and wash yarn and finished fabrics. Used water goes to our equalization basins and then to the municipality's treatment plant.

We have a permit from the County Administrative Board (Länstyrelsen) to dye and prepare textiles. Linked to the permit is a control program that means that we continuously measure and control our emissions to water and air, and that we have control over our chemicals and our equipment.

We strive to reduce our water consumption because then we can also reduce the amount of chemicals. We do this by developing our processes and controlling them better.



We are Svensson How we create value Our view on sustainability Raw material More with less Sustainable solutions

Reduced waste

Waste is a challenge for all companies. We continuously sort and measure how much waste we generate. It is not enough to do it once, we must take into account that our products change and develop – thus also raw materials and ultimately the compositions of the waste.

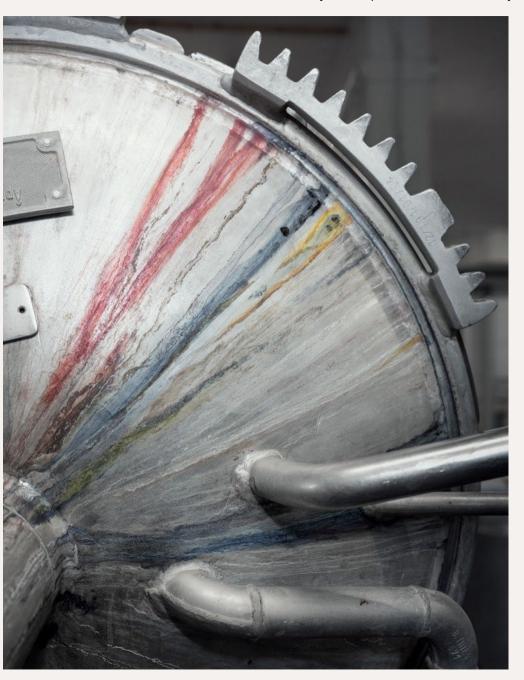
A study of waste flow values, from purchase to delivery to customer, will result in a Sankey diagram showing all waste. Our ambition is to reduce waste by 5 percent each year, based on the amount of purchased material. We are also working to identify solutions to retain the value of waste in a material loop.

Chemical handling

When we dye and prepare textiles, we use chemicals to give the fabric the desired color and properties. We ensure that all chemicals are handled properly in our processes. All chemicals meet the requirements of REACH, OekoTex® Standard 100 and EU Ecolabel.

We follow the substitution principle, which means that an old chemical is replaced with a new one if it is less environmentally harmful and has the same function. The goal is to continually phase out and reduce the number of chemicals we use.

Risk assessments are carried out continuously in our chemical management system EcoOnline.



Activities 2024:

Power consumption:

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- Since 2015, we have been running projects to save energy with the support of AFRY. Our energy consumption has since decreased by 33 percent.
- Solar panels have been installed at our facility in the Netherlands.
- Upgrades have been made to the machinery, such as the span frame, which will lead to reduced energy consumption.

- The goal for 2024 was to reduce electricity consumption per produced square meter to 0.51 kwh/m². The result was 0.43 kWh/m².
- Work on the new switchgear continues to gain a more detailed picture of energy consumption and thereby increase the possibilities for further energy efficiency improvements. The focus is on collecting data for reference values. This will form the basis for energy saving activities.

Waste:

 Exploration of solutions to preserve the value of waste for implementation in business initiatives.

Water consumption:

- During the year, equipment at the waterworks has been upgraded, providing better control.
- Water efficiency: By 2024 we are 1 percent better than 2019 but less efficient than the previous year.
 This is due to an 8 percent decrease in production in the dyehouse.

Objectives for the year 2030 (compared to 2019)

30 percent reduction in energy consumption in production (current situation: 19 percent).

5 percent reduction in waste annually starting in 2024 (current status: mapping in progress).

35 percent reduction in water consumption (current situation: 30 percent).



国 Svensson

Sustainable solutions

We develop new products and solutions and help our end users become more sustainable at every level.



Solutions that make a difference

We always work with the customer's best interests in mind - and offer solutions that make a real and sustainable difference. Through advice and training, we help our customers and ensure the correct use of our products to achieve the greatest possible effect over time during their lifespan.

Activities 2024

- Published guides for greenhouse growers to help them find subsidies to install energy-saving climate screens.
- Continue to ensure the correct use of our products to maximize their effectiveness throughout their life cycle. This is done through advice and training.
- Trevira takeback Return program for Trevira CS textiles.
- Designing sound training at customers.
- The Nordshield BioLayr treatment is launched on furniture textiles.

Ambitions towards 2030

- Ensure correct use of products for maximum effect throughout their life cycle.
- Develop new solutions for a more favorable environment for both people and plants.
- · Improve Svensson's position as a partner that offers solutions with real and sustainable impact.

Our certifications







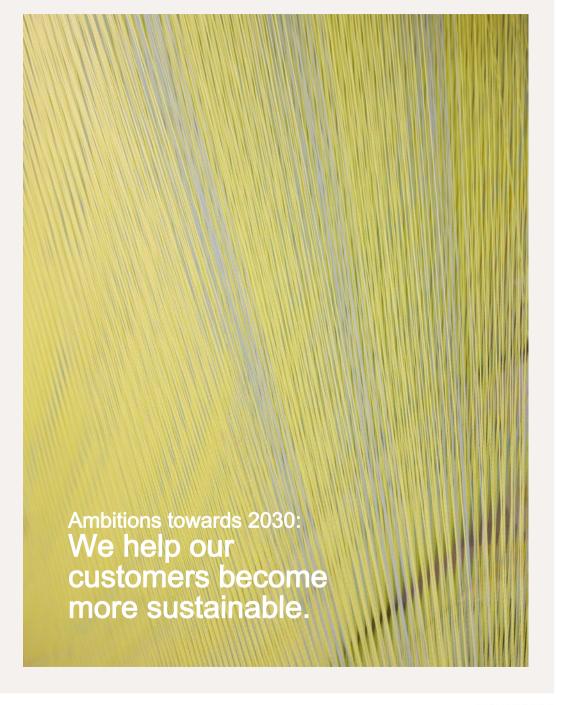


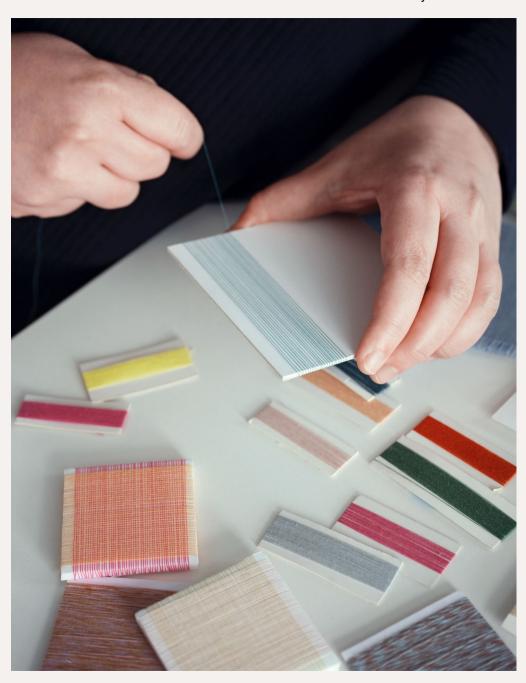












Product and business development (IT)

The development of new climate solutions is of utmost importance for society as a whole – but also for us as a company, it is a key to continued success. The demand for new materials and more efficient production methods that reduce the climate footprint is constantly growing.

We take responsibility and share our knowledge, helping our customers improve their carbon footprint through solutions and advisory services linked to our products. We are continuously working to develop new offerings that demonstrate measurable, sustainable effects on end users.

Our versatility and expertise in both interior textiles and climate fabrics is a great strength, as both areas reinforce each other and drive development forward. These worlds are increasingly merging, creating opportunities to sharpen the sustainability of both climate solutions and products.

Our ambition is to constantly improve quality to create the longest possible lifespan for our products.

Designing sounds

The Designing Sounds concept emphasizes the role of textiles in creating good acoustic environments and promotes the integration of sound and visual design in public spaces. By examining how these elements interact, it aims for a holistic design philosophy. In a world where information constantly overwhelms us, it is important to control these impressions for better well-being. Designing Sounds goes beyond mere decibels and aesthetics to investigate how sound and visual elements can create calm and effective environments by understanding how we are affected by our surroundings.

Trevira takeback

Trevira TakeBack is a recycling initiative for textiles made from Trevira CS materials, in collaboration with fiber manufacturer Indorama Ventures. Through this program, used Trevira CS textiles are converted into recycled fibers, promoting circularity in textile production. The initiative contributes to reducing waste and using new resources, in accordance with sustainable manufacturing principles. The collaboration with Indorama Ventures reflects a shared commitment to reducing the environmental impact of the textile industry.

Innovative textile handling – NordShield BioLavr ®

NordShield BioLayr® is a textile treatment introduced to Svensson's textiles. This technology provides an invisible barrier against bacteria, ideal for demanding environments such as hospitals, schools and offices where high hygiene requirements are important. The treatment does not affect the appearance or structure of the textiles, enabling high hygiene standards without design compromises. NordShield BioLayr® is environmentally friendly, free of heavy metals and biocides, and uses biodegradable extractives from the wood industry, supporting Svensson's commitment to sustainable development. The technology was also extended to furniture textiles in 2024.



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More with less Sustainable solutions

Product Development (CS)

We know that even small changes can have big results. That's why we're constantly working to develop and improve our products and climate solutions. For example, if we can increase the light in a greenhouse by just 1 percent, it can increase the average grower's production by the same amount. Such advances have the potential to have a significant impact on the industry in the long term.

For greenhouse growers, energy consumption during cold months can account for up to 60 percent of costs.

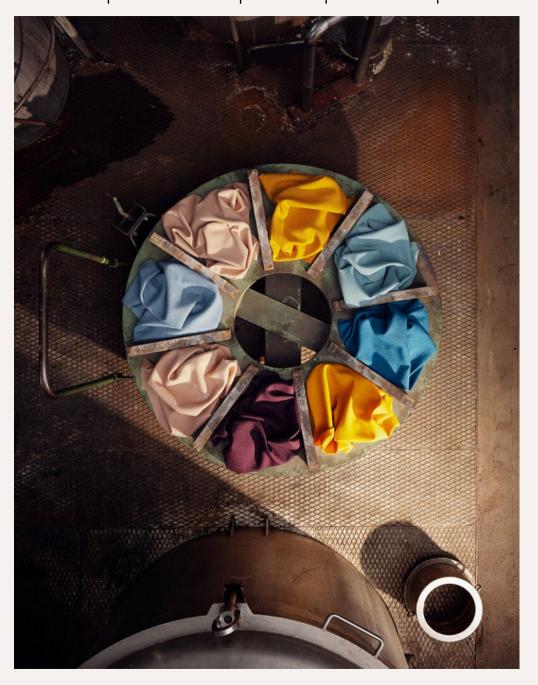
The products we supply contribute in various ways to more sustainable greenhouse cultivation. Examples of this are energy saving, light, humidity and insect control that contributes to a better harvest and reduced consumption of energy, water and chemicals.

Ensuring that products are used in the best way throughout their life cycle is important to achieve the greatest impact. Our Climate Consultants have extensive knowledge and provide advice to growers on usage and are an important part of our offering.





This way we preserve the material value when reusing textiles and contribute to future collection systems.



We are Svensson

"We participate in recycling and reuse initiatives."

Circularity is a crucial factor in navigating towards a more sustainable future in the textile industry, a sector with extensive environmental impact from production and consumption that requires innovative solutions and changed consumption patterns. By starting from the principles of circularity, we strive to minimize waste and maximize the reuse and recycling of materials.

By creating collaborations across the value chain, we can transform challenges into sustainable solutions. A transformation that not only brings environmental benefits, but also creates economic and social opportunities. But it requires commitment and innovation at all levels of the industry.

New legislation for textile waste is in place and upcoming producer responsibility legislation is expected. This means we are participating in initiatives for circular solutions such as reuse and recycling and developing future collection systems for end-of-life products.

That's why we continuously explore new methods to retain the value of our materials, while providing our end-users with advice and guidance on how to manage the products at the end of their life cycle.

Activities 2024:

Several projects are underway around circular solutions linked to recycling and reuse.





IT: Circularity initiative with Trevira CS textiles

Through close collaboration with Indorama Ventures Fibers Germany GmbH, owner of the Trevira CS brand, we promote reuse and recycling for our customers.

The program targets textiles made from Trevira CS polyester fiber that are no longer usable or have reached the end of their life cycle. The solution involves taking care of and reusing the material in the textile through mechanical recycling, resulting in recycled material and waste reduction.

We collaborate with our supplier on chemical recycling where we conduct material tests.

CS: New life for climate fabric

Moving products up the waste ladder to recycling and reuse is a major challenge. Significant research and collaboration are required to develop these systems. Therefore, we see a future in which we actively contribute to establishing collection systems in collaboration with industry partners. Materials recovery techniques, such as chemical recycling, are being closely monitored, although they are currently costly.

People

Better climate for employees, end users and the society around us.

Caring for people

For long-term and sustainable development, employees, end users and society must feel good. This creates the conditions for creating a vibrant culture and a functioning innovation climate.

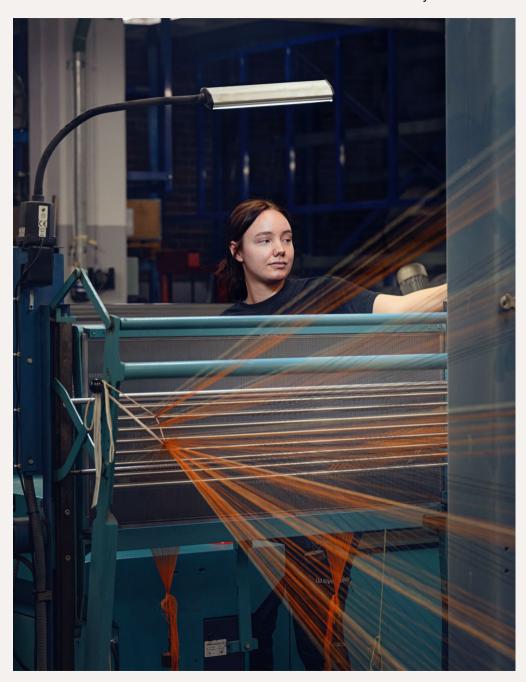
That's why we work tirelessly to improve our work environment from both a physical and mental perspective. We know how important it is to have a work environment where everyone feels safe and where we surround ourselves with colleagues who see and support each other.

Therefore, it is also a matter of course, and part of our corporate culture, to be involved in and support the communities where we operate, but also in the industries in which we operate.

Activities 2024

- Implemented a variety of safety activities such as safety manual, control plan for work environment activities, follow-up meetings, training in chemical handling and behavioral observation programs.
- Developed a buddy program to be implemented in 2025.
- Created a fairer salary model for production staff.
- Trained newly hired managers in leadership.
- Created a communication campaign with some of our employees to spread their pride in working at Svensson.
- Installed additional charging points that enable charging of electric cars for staff and visitors.





Safe and developing work environment

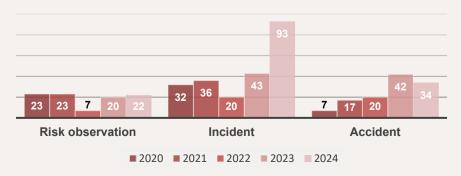
The goal of our work environment work is to create a healthy and developing workplace for all employees, where we feel safe and secure.

We have chosen to focus on order, increased flexibility, skills development and ergonomics. We are constantly working to reduce the risk of static load in production and wear and tear due to repetitive and monotonous tasks. To achieve our goals, we invest in skills development and job rotation, and where possible, prevention with technical solutions.

To be successful in our work environment work, we must be good at reporting risks, incidents and accidents. That is why we are continuously working to increase understanding among our employees of how important it is to report. In 2024, we see that this has yielded results. More people have reported incidents, i.e. something that could have happened but has now been identified and addressed instead.

We have a zero-accident vision. By continuously conducting risk inventories to improve protection in vulnerable areas and ensuring that necessary measures are taken, we are getting closer to our goal. But there is still some work to be done. In 2024, we had a total of 34 reported work accidents, of which 9 resulted in sick leave.

Reported incidents



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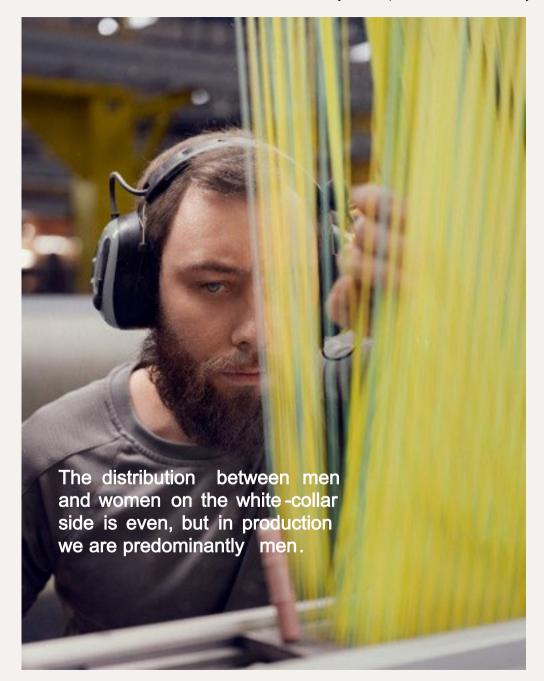
Our employees

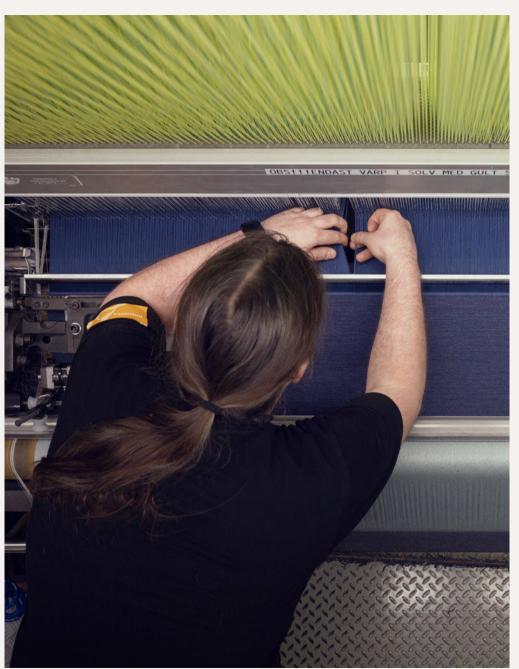
The key to our success is our motivated and committed employees. Our strong corporate culture, solid knowledge and work with continuous improvements lead us in our daily efforts to create a better climate for people and plants.

To ensure that everyone feels part of that vision, all new employees undergo a thorough onboarding process, where the company is presented and we review our values, policies and procedures. This is a carefully designed program, where new employees also have the opportunity for a brief introduction to all departments in the company. Our gender equality policy permeates the entire company.

As Svensson is a global company, we take extra care to ensure that our culture and Swedish values are something that reflects our entire business, regardless of where in the world we operate. For us, diversity is a natural part, just as it is equally obvious that none of our employees or job seekers should feel discriminated against in any way.

DISTRIBUTION IN PERCENTAGE BETWEEN WOMEN AND MEN 2024					
	Kvinnor	Män			
Owners	50	50			
Board of Directors	33	67			
Management team	43	57			
Managers	33	67			
Employees	36	64			





TEKO

We are a member of TEKO, the Swedish Textile and Fashion Companies, which is the industry and employer organization for Swedish textile and fashion companies.

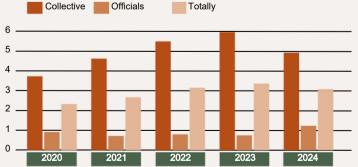
EURATEX

TEKO is affiliated with EURATEX, the European Apparel and Textile Confederation, which represents the interests of the European textile and clothing industry within the EU institutions. As the voice of the European industry, EURATEX aims to create a favourable environment for the manufacture of textile and clothing products within the European Union. Anne Ludvigson, owner of Svensson, is a board member of EURATEX.

Contribution to society

We have been in the same location in Kinna since the late 19th century. We operate locally and support Kinna, Marks municipality and the

Sickness absence (%)



the region Sjuhäradsbygden by working with, among other things, the Land Entrepreneurs' Association, Marks High School's Technical College, Viskan's Water Resources Association and TEKO, the Swedish Textile and Fashion Company.

For us, it is important to support local sports and interest associations that our employees are involved in. We see an active association life as a strength for both the company and the municipality. In 2024, we supported a total of 23 associations with grants. We have also been involved in our local football club Kinna IF's project on core values for all children's and youth teams. A good and living core value is a prerequisite for both a company and a football team to succeed. The most important contribution to sustainable social development is that we pay taxes and social security contributions. In 2024, we paid a total of 37,038 thousand SEK in taxes and social security contributions. This is our contribution to Sweden's infrastructure. defense, justice system, schools, universities and social security.

Health rate %				
2020	95,80			
2021	93,38			
2022	94,58			
2023	93,29			
2024	93,85			

We are Svensson

How we create value

Our view on sustainability Raw material

Profit

A sustainable and long-term company

Being a sustainable company also means being financially sustainable, following regulations, acting ethically and safely. Svensson must be profitable in order to be able to invest in new technology and processes to build a more sustainable future. Corporate culture is the foundation of our business approach, and therefore continuous cultural work is crucial to our success. Just as we require compliance with our code of conduct when choosing suppliers.

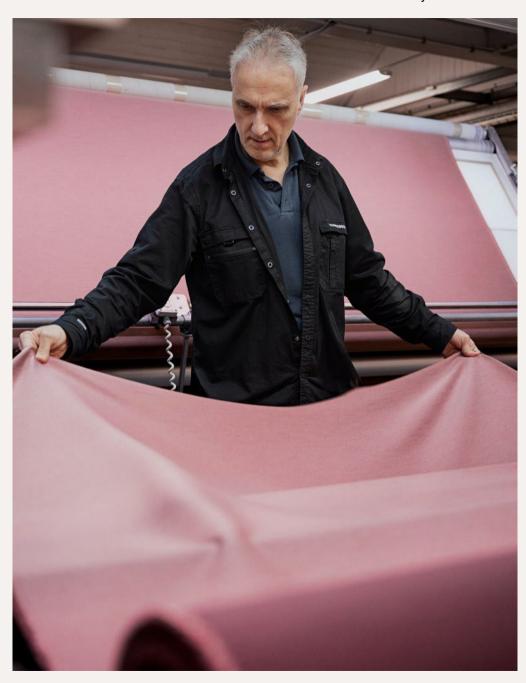
Activities 2024:

- · Conducted IT security training for employees and implemented a number of activities to increase IT security.
- · Invested in machinery and processes.
- Developed a game as a basis for discussion about our core values.
- · Continuous work on our security.

Owner's Directive as a steering tool

Our Owner's Directive serve as the foundation for our sustainability vision and define our goals and expectations for the business. This includes strengthening our external climate work by helping our customers reduce their climate footprint. Just as we internally set and follow annual targets to reduce our own climate footprint.





Management system

We have an integrated management system for the entire business that is available to all employees.

The management system is certified according to ISO 9001:2015 and 14001:2015.

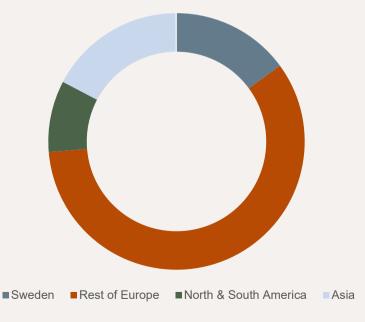
Code of Conduct

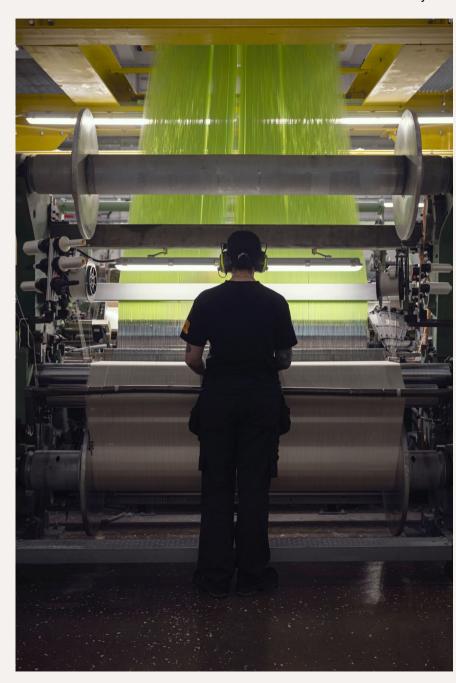
Svensson's code of conduct is based on the ten principles of the UN Global Compact. We require that all our suppliers comply with these principles.

Sustainable strategies

For us, it is important that our strategies are sustainable. This means that we do not have a specific sustainability strategy but sustainable strategies. A better climate for people and plants guides us in our strategic work. Management evaluates the chosen strategy annually, together with the company's board. We work long-term with three-year plans, which are broken down into annual business plans where goals are set for the business and which activities we plan. These are followed up every month.

Sales per region 2024





Risks

Svensson has a well-developed management system that describes the company's policies, processes, responsibilities, how follow-up takes place and when. The management team is responsible for the system. We have divided our risk work into two parts:

Internal environment:

- Systematic work environment work
- Green Cross deviation management
- Security patrols
- Risk assessments
- Protection Committee

We have implemented a Svensson global safety standard that all units work according to.

External environment:

Since 1999, AB Ludvig Svensson has had permission from the County Administrative Board in Västra Götaland to prepare textiles in the form of yarn and fabrics.

Svensson has a control program that is reviewed by the County Administrative Board and revised when necessary. The program describes our own controls which ensure that the conditions of the permit are complied with regarding:

- Emissions to water
- Emissions to air
- Control of chemicals
- Inspection of equipment for operation and maintenance
- Control of resource management
- Risk analysis

Every year we submit an environmental report to the Västra Götaland County Administrative Board that summarizes the different parts of the control program and how we operate and improve our environmental work. The report for the 2023 financial year has been approved and the report for 2024 was submitted on March 19

Every three years, a periodic inspection is carried out by an independent inspector, which includes a review of the ongoing self-control and provides a basis for an assessment of whether the permit and environmental legislation are being complied with and that the control program is being followed. The periodic inspection took place in May 2023 and showed that the operation is being operated in accordance with the applicable requirements for protective measures according to the County Administrative Board's permit for the operation.

Cybersecurity

This is an area of significant external risk that is only growing and becoming more extensive. We are working to strengthen our security culture and have regular reviews with our security partner to learn from reported incidents and gain valuable insights from their monitoring. Our employees undergo monthly digital micro learning sessions based on the current threat landscape.

Summary: Sustainability goals

Raw material	More with less	Sustainable solutions	Circularity			
Supplier collaborations with joint efforts to reduce the value chain's climate impact (CO2).	Reduce waste and retain the value of waste. Reduce energy consumption and use fossil-free fuels to reduce greenhouse gases. Use less water	Help end users to become more sustainable.	Contribute to the future collection system to preserve it the material value of recycling.			
PLANET: Lower CO2 emissions throughout the value chain.						
PEOPLE: Well -being for employees, end users and society.						
FEOFLE. Well-being for employees, end users and society.						
PROFIT: To be a profitable company now and in the future.						

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Our way forward

Svensson is a company with a long history, founded back in 1887.

– but we live at the forefront of our times. In everything we do there is a clear sustainability purpose. It is a care for people, nature and climate that is deeply inherited in our entire business and culture.

We continuously develop new products and climate solutions with sustainable effects, but we also offer advisory services and assistance to our end customers – professional interior designers or greenhouse growers located in any of the over 130 markets where our customers operate.

We are preparing for the CSRD legislation and have conducted a double materiality analysis during the year. We have also hired a Sustainability Controller to ensure we meet upcoming requirements.

We know how important it is to take responsibility and contribute to a faster climate transition. This applies not least to the textile industry, which is facing major challenges. Much will be required of us in the future. That is why we have four focus areas for our sustainability work, which go hand in hand with our entire business concept and ambition to make a difference: To create a better climate for people and plants.

