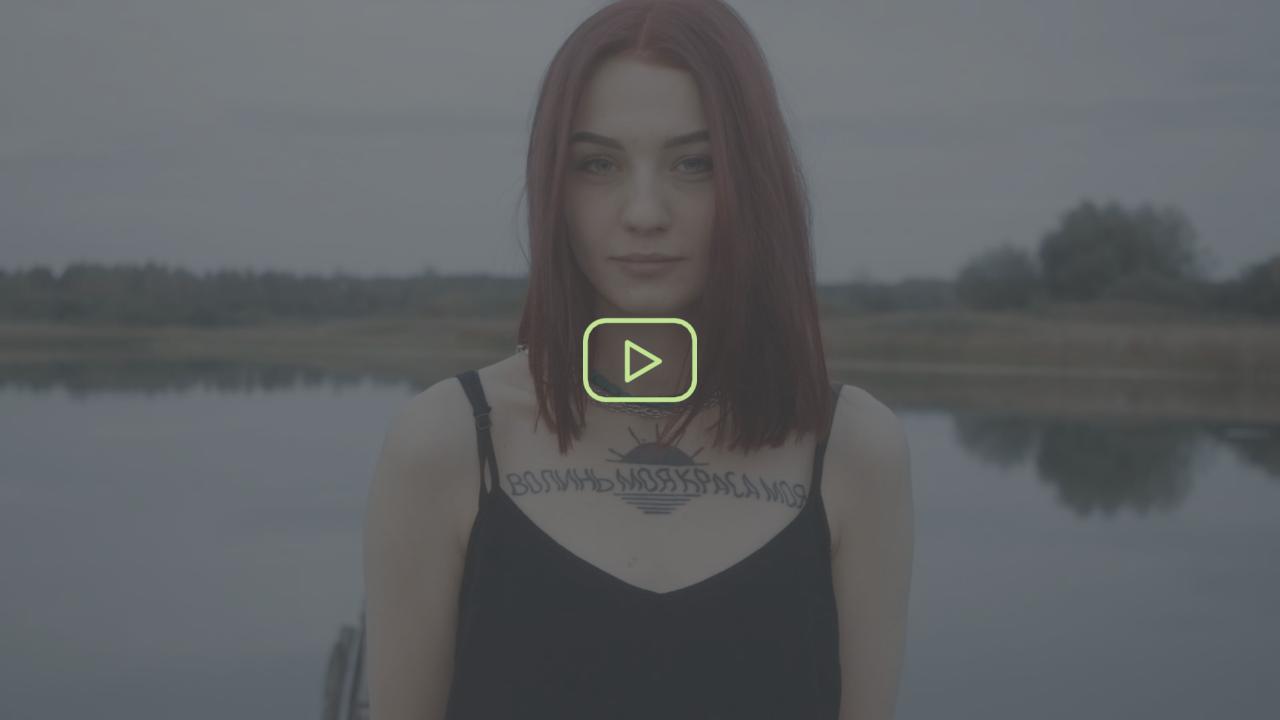
SUSTAINABILITY

M_DERN EXPO



At Modern Expo, we are committed to the concept of sustainability*. Therefore, we take responsibility for the ways in which our business achieves profitability. This responsibility covers the entire value chain, extends to relationships within our team, interactions with customers, relations with society, and is embodied in our care for the environment.

*Sustainability is a general concept that emphasizes the need to establish a balance between meeting the current needs of humanity and protecting the interests of future generations, including their need for a safe and healthy environment.

PETRO PYLYPIUK

CO-OWNER OF MODERN EXPO

"The philosophy of sustainable business is an essential part of Modern Expo's development strategy.

We are convinced that human, cultural and natural capital are as important as economic capital."











BOGDAN LUKASIK

CO-OWNER OF MODERN EXPO

"At Modern Expo, we believe that caring for the environment is not just a hallmark of a modern company, but also a modern person. That's why we are continuously raising our environmental standards with the goal of achieving a sustainable closed-loop economy and zerowaste production.











CONTENT

THINKING AHEAD SOCIAL RESPONSIBILITY

WE CREATE SUSTAINABLE RETAIL TEAM

THINK SUSTAINABLE DURING THE WAR

ECOLOGICAL CERTIFICATES FUTURE

Modern Expo has been a top company in creating modern retail ecosystems for more than 20 years.

We are convinced that **modern retail** is a phenomenon encompassing a multilevel system of obtaining goods with the ultimate consumer. Today, it's not just the physical store space, but also the solutions for E-commerce, warehouses, logistics and integrated supply chain.



Today we have become a **platform** bringing together leading professionals into powerful teams of **R&D**, **IT**, **retail design**, **engineering**, etc., working in synergy to create the perfect retail of the future by Modern Expo.



MODERNGEOGRAPHY



We supply our products to more than 75 countries around the world

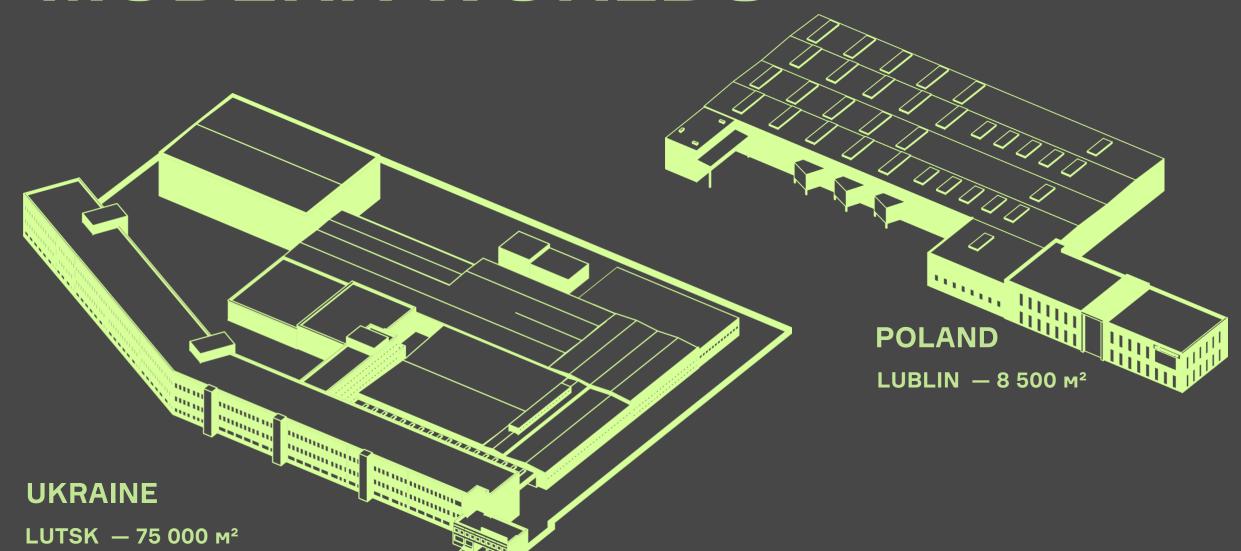
MODERN NUMBERS

2 200 employees

83 500 M² production facilities

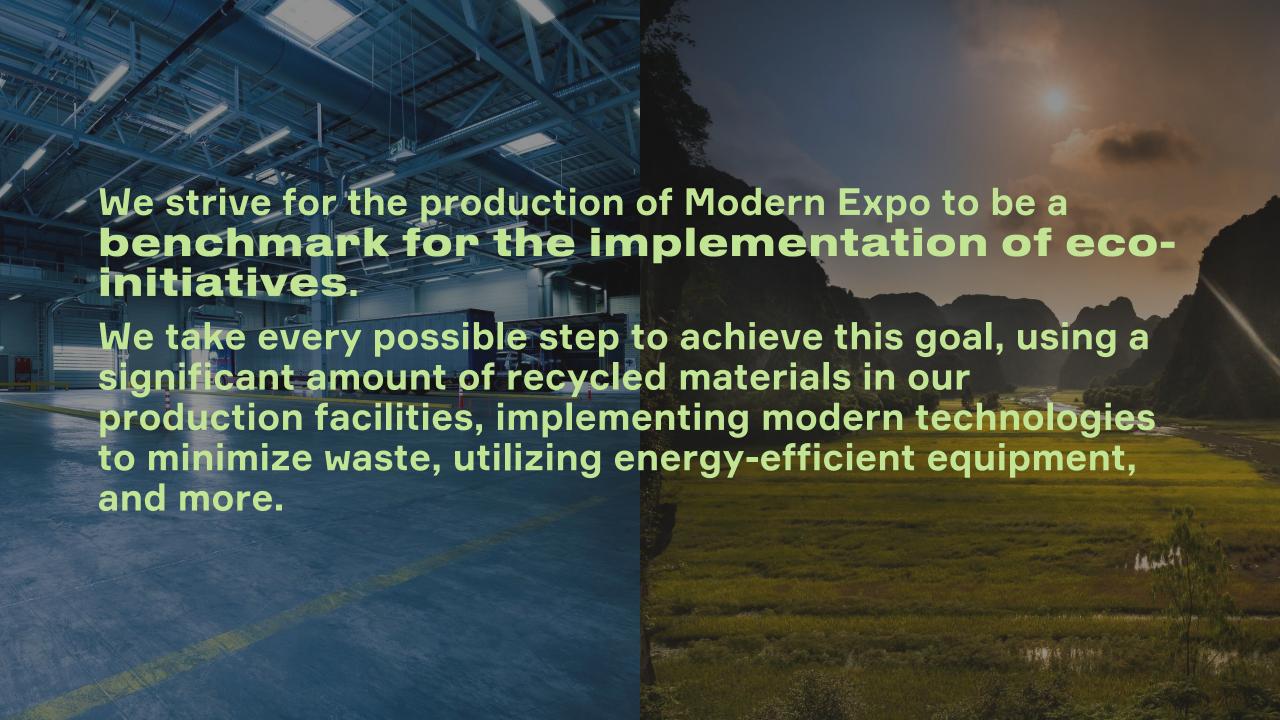
100+ partners worldwide

MODERN WORLDS









METHODS

At Modern Expo, we have implemented the **4R tool** across all processes and systems. Our primary objective is to **REDUCE** the amount of resources we consume, while simultaneously promoting **REUSE**, **RECYCLING**, and **RECOVERING** of materials throughout our operations.

LEAN AND KAIZEN

We follow the principles of LEAN methodology and the Kaizen philosophy, which allows us to organize our processes in a way that eliminates overproduction. By doing so, we minimize waste, save resources, and eliminate the possibility of residues.



The logistics department of Modern Expo calculates all possible ways to minimize fuel consumption for **reducing emissions into the atmosphere**. When transporting raw materials and finished products, we use only those types of transport that meet **modern environmental standards**.

FRUGALITY

To minimize waste and improve efficiency, we purchase metal strips in the required size for production, eliminating the need for additional metal processing.

Additionally, we continuously work to **reduce** the amount of powder paint used on our paint lines per product, resulting in a **38% reduction** in paint use per unit of sales in **2022** compared to 2021.

TECHNOLOGIES

Using industrial technologies such as stamps, rolling mills, and others significantly minimize material waste during production.





Our products are designed to be reliable and longlasting, with interchangeable parts that reduce the amount of waste generated. Additionally, the ease and speed of repairs and our global network of service partners enable us to quickly and efficiently fix our customers' equipment, minimizing the need for replacement or disposal





DURABILITY

We use **galvanized metal** in equipment that is exposed to conditions that are conducive to corrosion, such as **parcel** lockers, refrigerators, warehouse racks. This type of metal has exceptional anti-corrosion properties, resulting in a significant extension of the service life of the equipment.

RELIABILITY

We select only top-quality electronic components from the world's leading suppliers for our high-tech products that contain electronics, such as refrigerators, parcel lockers, checkout counters, self-checkouts, etc. This ensures that the equipment has a longer lifespan and can provide better service to our clients.



The modular principle of combinatorics of many of our products, such as shelving systems, checkout counters, and parcel lockers, enables changing of only the necessary parts in case of damage or wear, rather than replacing the entire product. Additionally, this design allows for easy reconfiguration of the equipment in a space without the need to purchase new units. For example, our checkout counters can be easily adjusted to face left or right depending on the store layout.

PACKAGING

We prioritize the use of recycled corrugated cardboard as the primary packaging material for all our products, which is easy to recycle. Additionally, we reuse or dispose of wooden pallets and beams that are included in the packaging. We also use secondary foam rubber, which is made from recycled polyurethane foam.

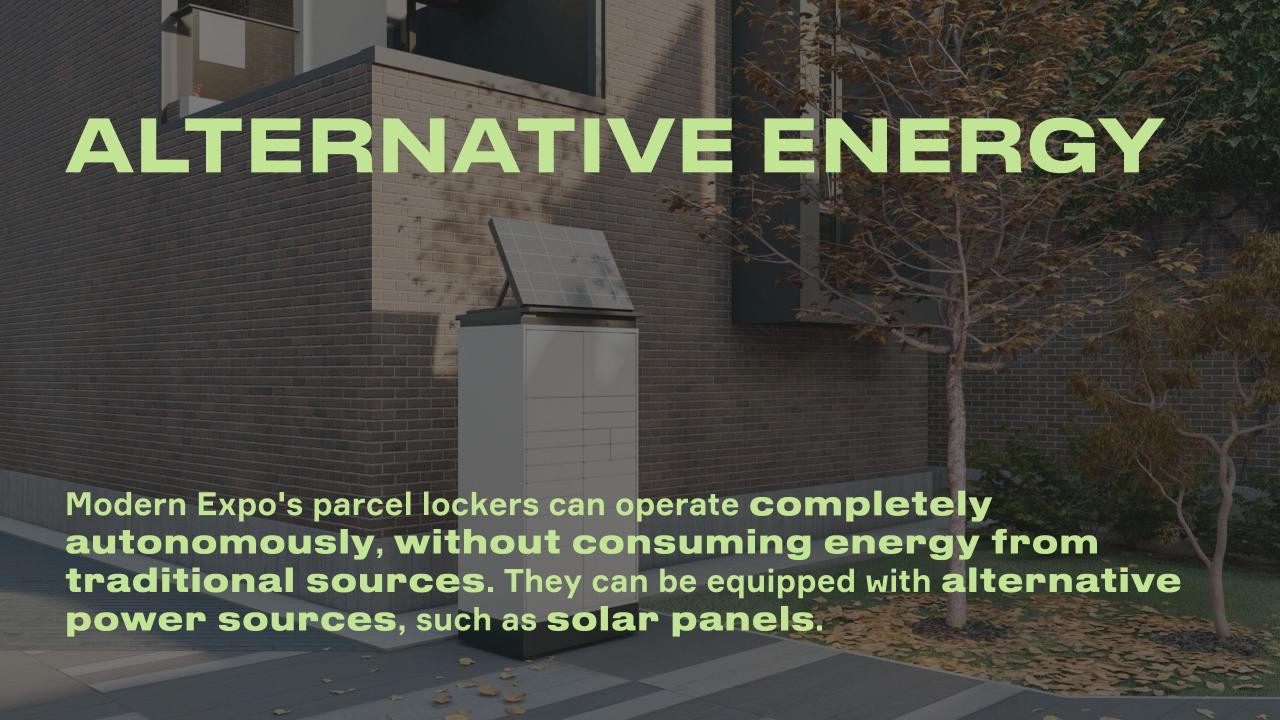


One of the leading directions of our work is the production of products and services for last-mile delivery, with an emphasis on parcel lockers.

They are the most ecological solution for modern delivery. The authors of the recently published report "Green Last Mile Europe 2022" calculated that one parcel locker reduces CO² emissions by as much as 13,845 kg per year, which corresponds to cleaning the atmosphere with 2,769 trees.



Our parcel lockers form **green ecosystems** that create real **oases in the urban environment**. In addition, our portfolio includes parcel lockers equipped with an **air quality sensor**. This allows residents to be conscious of the quality of the air they breathe.



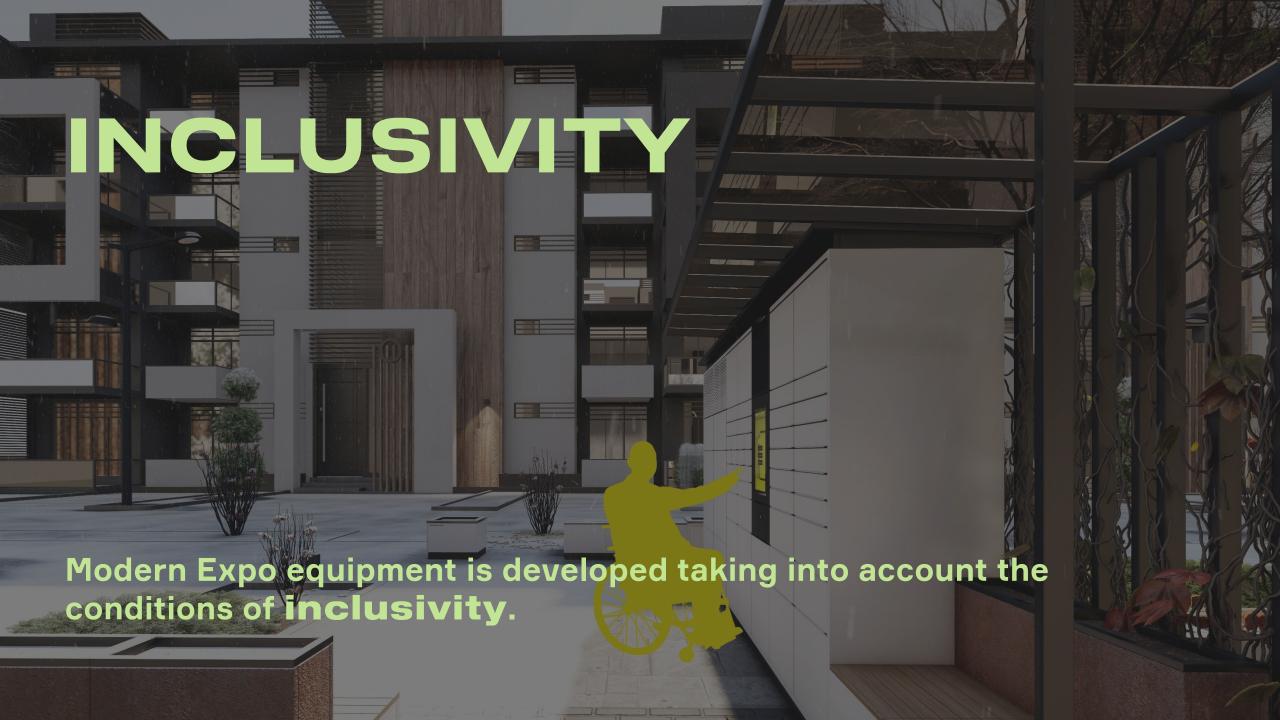
ECO-FRIENDLINESS

We strive to prioritize ecological considerations in everything we do. For instance, we use eco-friendly refrigerants for our refrigeration equipment and parcel lockers that require temperature control. These refrigerants have a low Global Warming Potential (GWP) and zero Ozone Depletion Potential (ODP).

ENERGY EFFICIENCY

Modern Expo is constantly working to improve the energy consumption level of our equipment. Our flagship product is the most technologically advanced vertical multideck with an energy efficiency class A, which reduces energy consumption by up to 65% compared to classic multidecks. This results in saving hundreds of thousands of kilowatts of electricity (from 300,000 kWh to 700,000 kWh) during the lifetime of a typical store. Additionally, this equipment uses an environmentally friendly refrigerant — Propane.



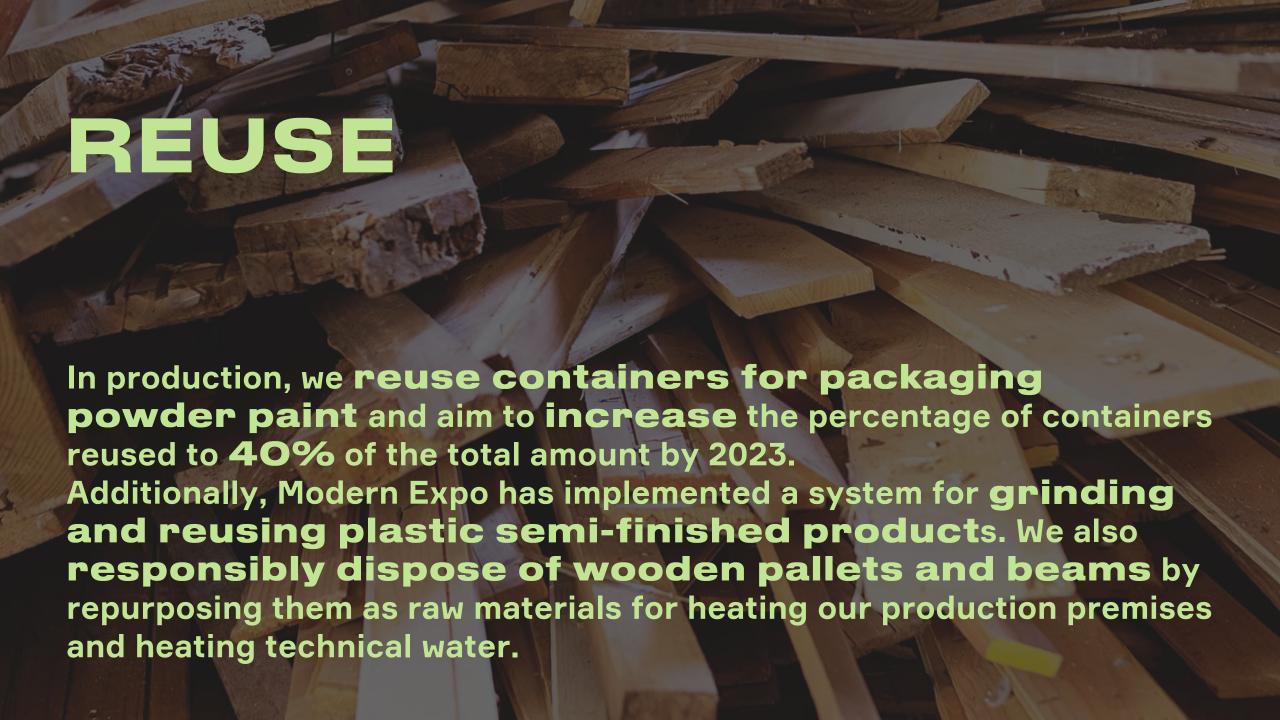


LED LIGHTING

In Modern Expo products, we use only **LED lighting**. This allows us to **reduce the energy consumption** of the equipment and **avoid the use of harmful materials**. Additionally, we **collect and recycle LED strip packaging** by grinding it into granules, which we then **reuse** in the production of plastic accessories for our products at the Modern Expo casting station.



All waste produced by the company is sorted, recycled, and disposed of in an environmentally friendly manner. In 2022, we were able to reduce the volume of hazardous waste by 2.5 times compared to 2021, thanks to our efforts in improving waste sorting and optimizing our technological processes.



RECYCLING

We recycle parts of the waste, such as paper, wood, and some plastics, by ourselves.

For sheet metal waste, we work with specialized collection centers and metallurgical plants to ensure proper processing. Similarly, we send plastic waste to specialized collection centers for further processing.



FILTRATION

We ensure the **complete purification** of wastewater, including from electroplating production and dyeing lines, which **reduces its pollution level by 98%**. In addition, we plan to **reuse purified technical water in 2023**.



ISO 14001 is an international environmental management system standard. Based on the PLAN-ACT-CHECK-ADJUST cycle, the ISO 14001 standard provides a framework and defines the most important requirements for identifying, controlling, and monitoring the environmental aspects and impacts of any organization, as well as how to manage and improve the entire system as a whole.

Obtaining the ISO 14001 certificate is a confirmation of compliance with the requirements of the standard at the international level.

This means that Modern Expo's activities comply with international environmental standards, and the company is constantly working to improve its level of environmental friendliness.





LOCAL COMMUNITIES

We support and stimulate the development of **local communities**. **Children** are our future. And that is why our **most important** and **favourite social project** is the **summer children's camp "Media"** in the village of Krymne, Volyn region.

It is intended for free and open access by all local children. The teachers and counsellors of the camp are representatives of the talented and creative intelligentsia of Ukraine.



ENVIRONMENTAL CARE

Cleaning can be fun and exciting, and we know how to make it so.

Toloka is a social initiative by Modern Expo aimed at involving our employees and the public in cleaning up rubbish. We have participated in cleaning the territory of parks and squares in our community for many times.





People are a top priority for Modern Expo!
Our team is our main value.

As a responsible employer, we strive to attract, develop, and create top talents. We offer attractive workspaces, safe working conditions, competitive wages, opportunities for career growth, and equal opportunities in a safe and friendly environment.



OUR SPACES

Modern Expo is committed to increasing the efficiency of energy resource usage by utilizing the latest energy-efficient equipment, implementing waste sorting containers, and constructing facilities in compliance with thermal insulation regulations.



In our work, we are guided by two core values — honesty and optimism, which shape all our business processes and interpersonal relationships within the company.

STUDYING

Training and development of our employees is an important element of Modern Expo's human management system. We understand that professional knowledge needs constant updating. That is why we invest in the development of our team by organizing regular training sessions, inviting lecturers, and holding studying courses.

By providing such opportunities, we aim to support the career growth of our employees and enable them to acquire the necessary knowledge and skills to succeed in their roles.



Career growth opportunities at Modern Expo are not just words but a reality.

We invest in the development of our talents and provide equal opportunities for career advancement for all our employees.

SAFETY

Safety is the highest priority for Modern Expo, and we are committed to providing a safe working environment for our employees. We use a risk-oriented approach to identify potential hazards in our production processes and continuously improve our safety measures to ensure the protection of our team from all potential risks.

In 2022, **25,628,957** was allocated to enhance the safety and improve the working conditions of employees.

Additionally, an annual budget of #3,000,000 is dedicated to increasing the safety standards at the enterprise.

SAFETY

- There are reliable and affordable on-site shelters for employees in case of emergency.
- Each facility has on-site medical points staffed by qualified professionals to provide emergency medical assistance.
- Regular occupational safety training is provided to employees to ensure they understand and follow safety procedures.
- All equipment that employees interact with meets required safety standards and is regularly checked for maintenance and repair.
- Each room is equipped with fire alarm systems and fire extinguishers to ensure quick response in case of fire.



COUNTERING COVID-19

Despite the unexpected challenge of the **COVID-19** pandemic, we successfully managed to:

- Ensure the safety of our employees by purchasing masks, respirators, and antiseptics, as well as organizing employee vaccination.
- Just in 2021, we purchased over 5,000 pieces of personal protective equipment and more than 110 liters of antiseptic.
- Achieve a 96% employee vaccination rate.
- Preserve jobs during this difficult time.
- Contribute to the global fight against COVID-19 by creating SANER by Modern Expo — an automatic hand sanitizer.

DURING THE WAR

Modern Expo is an international company, but Ukraine is a Homeland for a big part of our team. The war that russia started against Ukraine affects each and every one of us.

In this war, russians wanted to prove their power, but they proved that #russiaisasterrorisstate instead.
While we made it clear that Ukraine is brave and strong!

We are modern, technologically advanced, powerful European country with an incredible concentration of talents, who know how to create new.

Today, the world's attention is focused on Ukraine. Foreign governments support us. Ordinary citizens help our refugees. People around the world go out with blue and yellow flags to manifest their support for Ukrainians. We are infinitely grateful to everyone who helps and supports Ukraine!

Слава Україні!

WE GO ON WORKING!

We continue to work, donate and support the economy of Ukraine. Most of our clients are representatives of the European market. Currently, we receive new orders, as well as fulfill all obligations under previous agreements.

Projects, tasks and goals that we defined for ourselves before the start of the war remain relevant to this day.

Keeping calm, we create the future we dream of!



SAVED JOBS

We were able to avoid layoffs and **ensure job security** for our team, providing much-needed stability during difficult times.

On the first day of the war, when the situation was most uncertain, we paid all our workers a one-month advance.

MOBILIZATION

Some of the Modern Expo employees have joined the ranks of the Armed Forces of Ukraine. We are proud to support them by providing regular salaries and comprehensive help and support.

CHARITY

Modern Expo is making significant efforts to support Ukraine's victory. Our company has already spent over \$1,400,000 on supporting the needs of war victims.

FUNDS

Back in 2014, just after the start of the war, together with our partners from Poland, we created the "Together with Ukraine" and "VOLYN-2014" charitable funds.

These funds enable us to collect donations for **humanitarian aid**, which we regularly send to hot spots to help those who need it most. The funds also provide **support to Ukrainians who have been forcibly resettled in Poland.**

FUTURE

We have many sustainable and eco-oriented achievements ahead.

We believe, they are important on a global scale.

We extend our gratitude to everyone who shares our vision for a safe, modern, and sustainable future!



MODERN GARDEN — Modern Expo roof **renovation** project. Renovation and giving it a new function — a garden.

"Green roof" meets the environmental challenges of today, not only adorning the building but also significantly reducing electricity consumption. When it is hot outside, it will keep rooms cool, and in winter it will be a good thermal insulator. Moreover, greenery on the roof will purify the air and absorb rainfall.











#WEAREMODERN

STAY IN TOUCH! FOLLOW US HERE:

