



Our commitments

PART 1

Our Commitments to the Environment

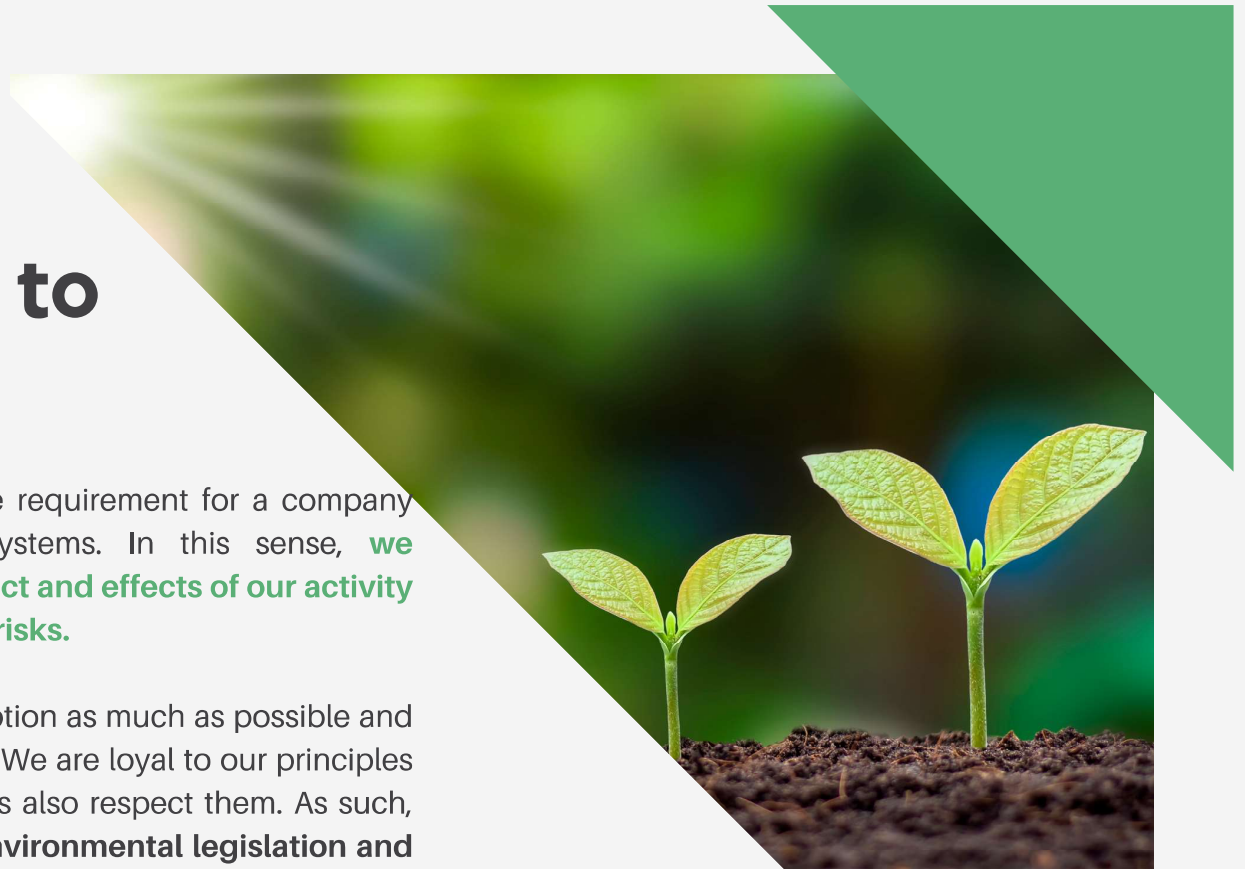
PART 2

Our Commitments to the Local Community

Our commitment to the environment

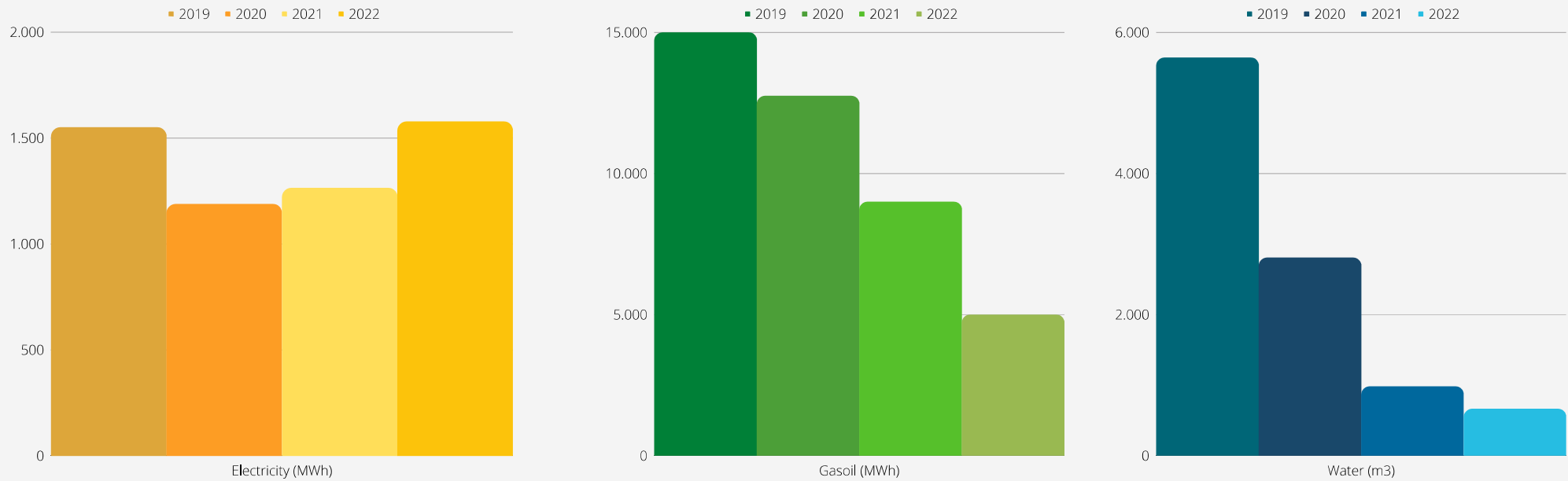
Respect for the environment is an unavoidable requirement for a company aiming to be sustainable, such as Tag Systems. In this sense, **we systematically assess the environmental impact and effects of our activity and manage the prevention of environmental risks.**

We constantly invest to reduce energy consumption as much as possible and to improve waste management and processing. We are loyal to our principles and values and make sure that our stakeholders also respect them. As such, **we ensure compliance with the applicable environmental legislation and have all the necessary licences for water discharge, atmospheric emissions and production of dangerous waste.**



Optimisation of resources

At Tag Systems, we make sure we use resources rationally and efficiently possible. **We focus our efforts on the consumption of energy (electricity, gasoil and water)**



Consumption of electricity, gasoil and water (2019-2022)



Our commitment to the local community

Tag Systems' actions in the local community are carried out through initiatives that enable the projection of corporate values, such as teamwork, or which allow it to be an active participant in contributing solutions to local challenges.



Our commitment to the local community

In 2022, while there were still some restrictions due to the COVID-19 pandemic, we were able to join in different activities to promote a healthier lifestyle and raise money for charities:

- Participation with employees at the “Mou-te” day, organised by the government of Andorra to promote a healthier and more active lifestyle.
- Sponsorship of various Andorran athletes.
- Donation and participation to the “Caminada contra el Càncer”, a walk to raise funds for cancer research.

We maintained our collaboration with the University of Andorra and local professional training centers, providing students with valuable work experience opportunities to enhance their prospects for seamless entry into the labor market upon graduation.

In 2022, Tag Systems received the Inclusive Company award at the 2022 CEA (Andorran Business Confederation) Awards. This recognition acknowledges Tag Systems' dedication to providing employment opportunities for a segment of the population that often faces additional challenges in showcasing their abilities. This year, we proudly employed six individuals with disabilities.





Our contribution to the SDGs

PART 1 UN 2030 Agenda and the SDGs

PART 2 The SDGs at Tag Systems



THE GLOBAL GOALS



The 17 Sustainable Development Goals

The Sustainable Development Goals (SDGs), also known as Global Goals, are a set of 17 integrated and interrelated goals to end poverty, protect the planet and ensure that humanity enjoys peace and prosperity by 2030.



We are committed within our Corporate Social Responsibility strategy to the 17 Sustainable Development Goals (SDG), which guide the implementation of the United Nations 2030 Agenda for Sustainable Development and we communicate our engagement to all interested parties.

We work continuously so that these objectives promoted by the United Nations become a reality. And we ask our collaborators to also keep them in mind in their management.

SDGs at Tag Systems

The 17 Sustainable Development Goals (SDG) – global, inclusive, and ambitious – are what guide the implementation of the 2030 Agenda for Sustainable Development of the United Nations. In the different sections of this Sustainability Report, we have included the SDG aligned with who we are and what we do at Tag Systems. As a result of the dialogue with the stakeholders set out in this chapter, the sustainability topics that are relevant to us have been validated.

This shall enable strategic planning with greater awareness of our ability to generate positive impacts on people as well as the natural environment.



Our contributions to the SDGs




Our commitment to sustainability is present in all departments and activities: from product marketing to our employees' wellbeing, via responsible purchasing of raw materials from suppliers and environmentally efficient production processes.

SDG TARGETED	ACTIVITY / PROJECT	OUTCOME
 <p>3 GOOD HEALTH AND WELL-BEING</p>	<p>At Tag Systems, we actively participate in any initiative proposed by public administrations to promote a healthier and more active lifestyle, always being proactive.</p>	<p>Promote a healthier lifestyle for our employees</p>
 <p>4 QUALITY EDUCATION</p>	<p>At Tag Systems, we offer training programs to our employees, encouraging them to develop their skills</p>	<p>Promote lifelong learning to all our employees</p>
 <p>5 GENDER EQUALITY</p>	<p>At Tag Systems, we incorporate the gender perspective and our business culture promotes equality and integration, and human rights.</p>	<p>Achieve gender equality Offer the same opportunities to all our employees, regardless of genre</p>

Our contributions to the SDGs

SDG TARGETED	ACTIVITY / PROJECT	OUTCOME
	<p>At Tag Systems we promote the sustainable management of water and the reduction of its consumption, through improvements in our facilities, machinery and production processes.</p>	<p>Promote the substantially increase of water-use efficiency across the entire organization.</p>
	<p>At Tag Systems, we promote youth employment in the company through hiring and training programmes, and we also promote the value of cultural diversity.</p>	<p>Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all.</p>
	<p>At Tag Systems, we adopt environmentally-friendly and clean industrial processes and technologies.</p>	<p>Build resilient infrastructure, promote inclusive and sustainable industrialisation and foster innovation.</p>

Our contributions to the SDGs

SDG TARGETED	ACTIVITY / PROJECT	OUTCOME
	<p>At Tag Systems, we make efficient use of energy and natural resources, we choose raw materials bearing in mind their environmental impact and incorporate environmental criteria when choosing suppliers.</p>	<p>Ensure sustainable production and consumption patterns.</p>
	<p>At Tag Systems, we have implemented ISO 14001 environmental management system certification, we require environmental policies and certificates from suppliers and we work to minimise our environmental footprint optimising the consumption of resources and correctly managing waste.</p>	<p>Take urgent action to combat climate change and its impacts.</p>
	<p>Tag Systems' alliances enable us to be part of various networks that enhance what we are and what we do as a company, as well as sharing experiences and knowledge of future challenges in our market and in the economic and business context.</p>	<p>Leverage partnerships and networks to achieve the SDGs faster and with more impact, especially for climate action and quality employment.</p>

Next Steps

At Tag Systems, we always expect new actions that we can implement to achieve the SDGs and the 2030 Agenda of the United Nations. The projects presented here will be launched from 2023 onwards, with a special emphasis on Andorran society and the environment.

CIRCULAR ECONOMY

Requirements are being prepared to launch a circular economy project with the main objective of talking full advantage of acquired PVC.



EMPLOYEES WELFARE

A corporate welfare programme aimed at workers will be implemented with the aim of promoting the physical, mental and emotional well-being of workers.



EQUALITY

At Tag Systems, we integrate a gender perspective, and our corporate culture promotes both equality and the inclusion of disadvantaged groups.



Next Steps

At Tag Systems, as well as contributing to the growth and good development of Andorran society and its environment, we also care to help the most disadvantaged and to ensure, through our actions, that the world is increasingly a fairer and more equal place, as well as a safe place for minorities.

FOOD SOLIDARITY BANK

To create and maintain a food bank based on solidarity in cooperation with Andorran Red Cross and according to its needs.



DONATIONS AND PROMOTIONS

To structure donations and sponsoships to support Andorran society in more specific ways, with a related account attached.



ENVIRONMENT AND CLIMATE ACTION

Follow established environmental management principles and help reduce waste during the production process.





Solidarity Grocery Store

Create and maintain a solidarity food bank in partnership with the Andorran Red Cross and according to their needs.

The objective of this solidarity project would be to engage all employees with the reality of the Andorran society and assist the Andorran Red Cross with a food bank to support families that are in need.

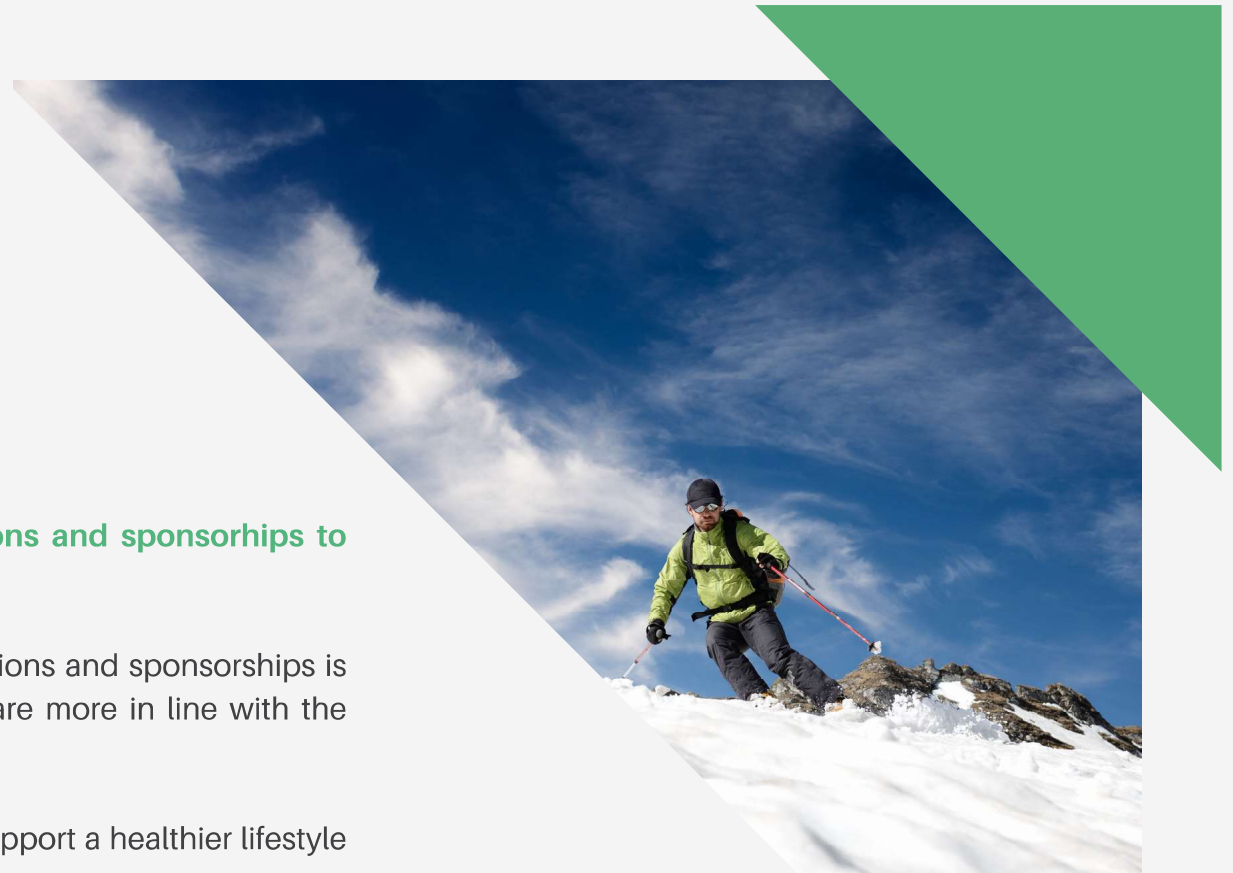


Donations and sponsorships

Continue to provide support through donations and sponsorships to the Andorran society in more specific ways.

The objective of this restructuration of the donations and sponsorships is to identify causes and athletes to support that are more in line with the values and interests of the company.

Tag Systems commits to pursuing its efforts to support a healthier lifestyle for its employees and the Andorran society at large.



Environment and climate action

Pursue the environment management principles established and contribute to reducing waste during the production processes.



The installation of solar panels at our headquarters, along with the use of ECOTERM-generated energy and reduced water consumption in our production processes, enhances our energy efficiency and demonstrates greater environmental responsibility.

Tag Systems obtained the certificate "Llum Verda". This certificate guarantees that 100% of Tag Systems electrical energy consumption is from renewable origin (Hydraulic resources).



Environment and climate action

Tag Systems is also working to reduce the carbon footprint of its employees through the elaboration of a Mobility Plan to ensure that all workers reduce their own impact on the climate through actions such as carpooling or the use of electric vehicles.



Sustainable mobility

Following the objectives set out with Energy Transition and Climate Change actual law, a mobility plan has been implemented with the main objective of reducing the carbon footprint of workers and reducing emissions in company mobility.

In the mobility plan, different actions have been carried out during 2022, such as awareness raising, car sharing, bicycle use, public transport and parking slots availability. In 2023, more targeted actions will be carried out to achieve the objectives.



Methodology for reporting

PART 1

Carbon footprint calculation



Our methodology

Tag Systems has initiated a process of calculating and monitoring its carbon footprint as well as other indicators included in the GRI Index in order to respond better to the challenges our planet faces and establish a number of actions and changes to be in adequacy with the 2030 Agenda and its SDGs.

The methodology presented hereafter relates primarily on the calculation of the carbon footprint, from all levels (1-3), as well as the calculation of waste produced and managed for 2022.



Carbon footprint calculation methodology

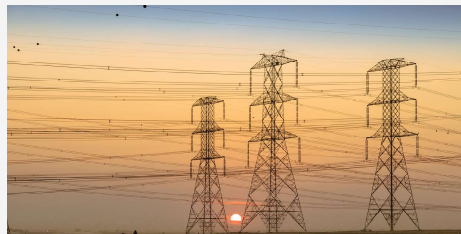
Scope 1

It refers to direct emissions from a combustion process such as those from boilers, furnaces or vehicles that are controlled by the entity. It also includes fugitive emissions such as air conditioning leaks.



Scope 2

These are indirect GHG emissions associated with the generation of electricity purchased and consumed by the organization. Scope 2 refers to the emissions from the generation of electricity and heat consumed by the organization.



Scope 3

These are other indirect emissions not controlled by the organization. Emissions relating to the production process.



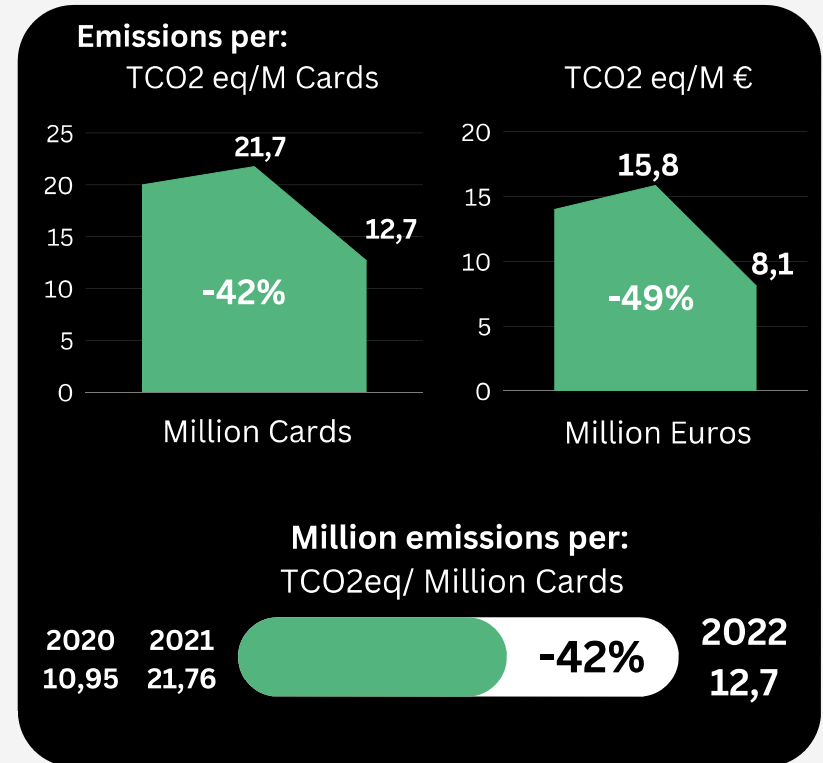
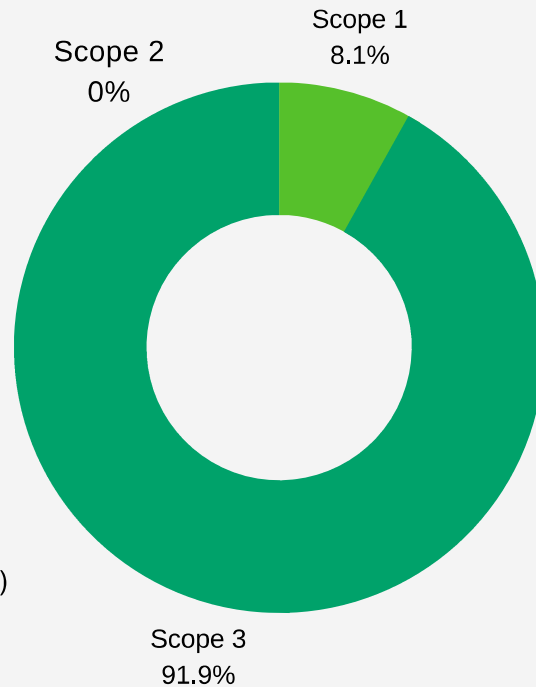
Organization carbon footprint

At Tag Systems, we have calculated **the total carbon footprint** of the company and its performance for 2022:

In 2022, the annual production of greenhouse gases for our activity amounts to:

462 t CO2eq

- Scope 1:** 37,52 tCO2eq (Directs).
- Scope 2:** 0,00 tCO2eq (Indirects).
- Scope 3:** 424,86 tCO2eq (Other indirects)



Carbon footprint calculation per product

At Tag Systems, we have calculated the **carbon footprint of produced cards** using the following methodology: **ISO 14040. Life Cycle Assessment software SimaPro 9.1 and the Ecoinvent 3.6**

Card material	Units produced	kgCO2eq/unit
Degradable	3.218.968	0,0373
R-PVC 80%	5.584.001	0,0263
R-PVC 95%	3.049.824	0,0256
Standard PVC	24.159.732	0,0373

In 2022, the yearly production of our credit cards amounts to:

1.246 t
CO2eq

Compensation of our carbon footprint

After calculating the carbon footprint of our production and our organization, we decided to compensate our carbon footprint by means of two projects offered by the [United Nations carbon compensation platform](#).

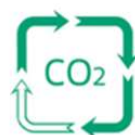
The choice to compensate for the organization’s footprint consists of a project to distribute ONIL-type stoves to homes in Guatemala and, with regard to the product footprint, a hydroelectric production plant has been chosen. This has allowed us to obtain a government certification demonstrating that we have offset our carbon emissions by 2022



Distribution of ONIL Stoves— Guatemala

“Distribution of ONIL Stoves — Guatemala” project involves the distribution of fuel-efficient, improved cook stoves to househol...

offset.climateneutralnow.org



2022



CARBON-NEUTRAL COMPANY



Fundão-Santa Clara Energetic Complex Project (FSCECP)

The objective of the project is the generation of zero carbon emission electricity from a renewable source - hydropower.

[United Nations online platform for voluntary cancellation of certified...](#)



Govern d'Andorra