

The Power of Pooling



The most environmentally - friendly pallet on the planet

- CHEP has commissioned a third-party independent study on the environmental impacts of our pallets vs. the market alternatives
- A Life Cycle Analysis (LCA) study takes into account all environmental impacts through the product lifecycle and follows ISO-14044 methodology (peerreviewed)
- CHEP pallets have the lowest environmental impacts in all categories.



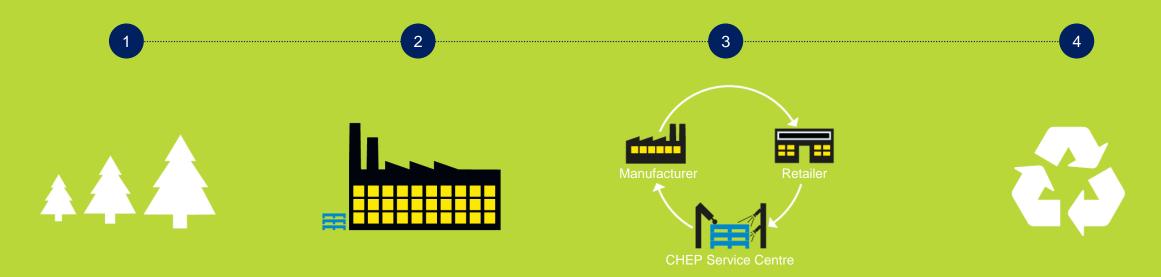


Product life-cycle LCA





Sustainable from start to finish: the life story of your CHEP pallet



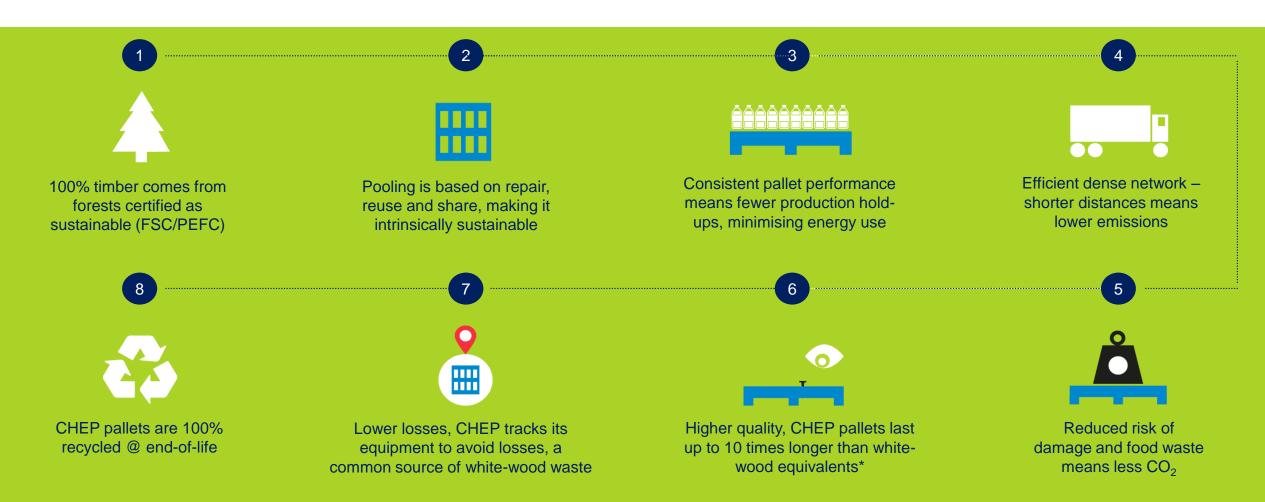
All timber comes from forests certified as sustainable

CHEP pallets last up to 10 times longer than white-wood equivalents*

Pallets are continually repaired, reused and shared – lowering emissions and saving natural resources CHEP pallets are 100% recycled. Nothing ends up in landfill



Our share & reuse model delivers on sustainability principles



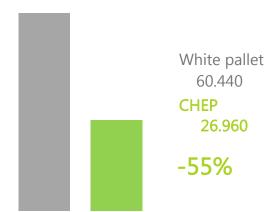
^{*}Based on an independent, peer-reviewed Life Cycle Assessment comparing CHEP-pooled Euro pallets with the white-wood equivalent

LCA Results





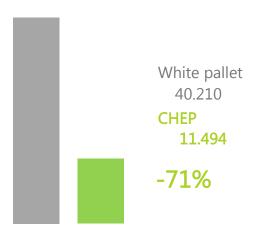
CO₂ Emissions (kg)





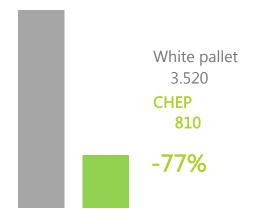


Wood (dm³)





Waste of landfill (kg)





Making the difference together. Real impact of your sustainability savings by working with CHEP





Saving wood resources by

28.716 dm3

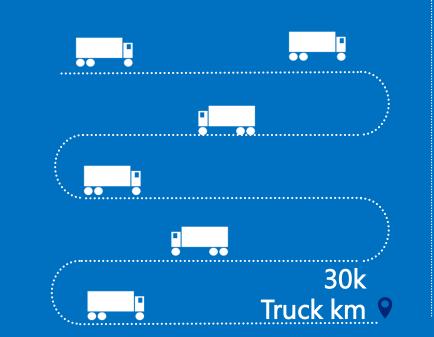
Diminishing CO₂ emissions by

33.480 kg

Reducing waste by

2.711 kg







Truck of waste

Making the difference together. Real impact of your sustainability savings by working with CHEP

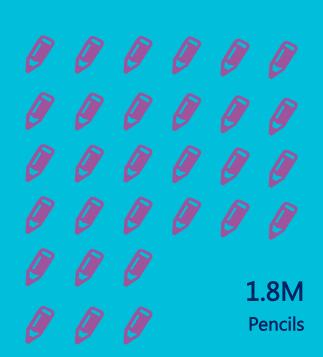


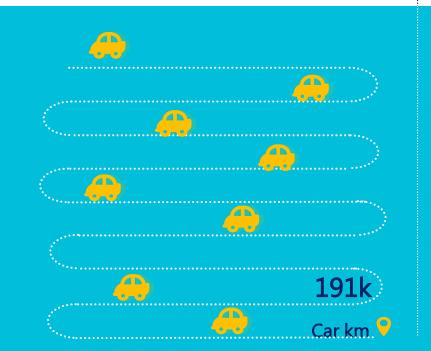


Saving wood resources by 28.716 dm3

Diminishing CO₂ emissions by 33.480 kg

Reducing waste by 2.711 kg







Making the difference together. Real impact of your sustainability savings by working with CHEP





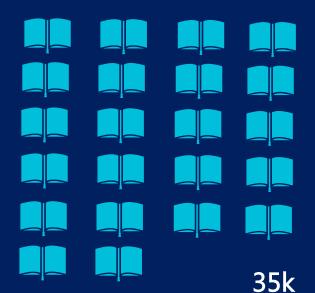
Saving wood resources by

28.716 dm3

Books

Diminishing CO₂ emissions by 33.480 kg

Reducing waste by 2.711 kg





truck trip around the world



Understanding where data comes from...

LCA Inputs and methodology

- An LCA relies on extensive supply-chain data in order to make the compassion possible: raw materials use, type of wood, losses, repair ratio, distances, end of life, etc...
- Some data like vehicle fill and goods delivery distance are the SAME for both solutions
- Thorough CHEP data has been provided to RDC for the CHEP part of the analysis
- White exchange data is based on RDC market knowledge and previous studies about white exchange systems:
- As confirmed by the peer-review panel discussion that validated the study, white exchange data is very conservative





White-exchange model Assumptions

The following are the key factors taken into account by RDC on white exchange:

- 40% certified wood (FSC or PEFC)
- **85%** recycled, end of life of lost pallets
- **10%** Losses
- 14% damaged ratio, pallets need to be repaired every 7 uses
- 75km distance from site to pallet dealer on average
- 4 ways to exchange pallets on average (% split):
 - ... 15% One to one own fleet
 - ... 30% Delayed retailer accumulation single location
 - ... 20% Delayed accumulation at the LSP
 - ... 35% Managed recovery multisite accumulation

Important: this data can be updated in the Ica tool in order to reflect customer specific white pallet exchange activity





SUSTAINABILITY @ 2017

This presentation is and remains proprietary to CHEP.

The information contained in the presentation is confidential. The presentation, either in whole or in part, may not be reproduced or disclosed in any form or by any means, without our prior approval.

All information contained in the presentation is for guidance purposes and should not be treated as definitive. Whilst all reasonable care has been taken to ensure that the information contained here is accurate and not misleading. CHEP shall not be liable for any loss resulting from reliance placed on the information contained in this presentation.