

DINOLE®



VELLUTO

Manifattura Tessile Di Nole S.p.A.

Sustainability Report 2021

Summary

LETTER FROM THE ADMINISTRATOR

1.

INTRODUCTION AND REPORT BOUNDARIES

1.1 Methodological note

2.

THE COMPANY - WHO WE ARE

2.1 Our history

2.2 Business model and organizational configuration

2.3 Our values

2.4 Our way of doing business

2.5 Our sustainability policy - Think global, act local

3.

OUR APPROACH TO SUSTAINABILITY: REPORT 1.0

3.1 The stakeholders' map

3.2 Our priorities and those of the stakeholders: the materiality matrix

3.3 Local supply chain

3.4 Our suppliers

4.

STRUCTURAL & MANUFACTURING CAPITAL

4.1 Textile manufacture

4.2 Our plant

4.3 Our approach to the circular economy



5.

NATURAL CAPITAL

5.1 Raw materials

5.2 Energy

5.3 Water & water stewardship

5.4 Emissions

5.5 Waste

5.6 Non compliance

5.7 Biodiversity

6.

HUMAN AND INTELLECTUAL CAPITAL

6.1 The family: who we are

6.2 Development and in-house training

6.3 Life balance

7.

SOCIAL AND RELATIONAL CAPITAL

7.1 DINOLE® and the local community

7.2 Generational connections

8.

APPENDIX

8.1 Report Profile

8.2 Glossary



Letter from the administrator

Manifattura Tessile Di Nole has existed for more than one hundred years and in its factory, it produces velvets which are appreciated all over the world, using the know how of real artisans from the local area and the finest raw materials. The evolution of the company has been dependent on respect for people, for their knowledge and abilities together with the protection of the surrounding natural environment.

We have always worked to prize our history and textile manufacturing factories, to value the knowledge passed on from father to son, while also investing in state of the art technologies, in new productive processes and in developing innovative products. All of this combines with particular care for the personnel and for safeguarding our know how and our territory, which must be preserved and which we are loathe to dissipate. Drawing up a sustainability report is a way of setting up a system of taking note of results which can no longer be solely read in a financial key, in the present day, but which need to be framed within and without the company in a multidimensional key based on the sustainability of our choices.

This is why we have chosen to go beyond the fulfilment of regulatory obligations, towards a reporting system that represents an important document, which tracks the steps made up to now, as well as defining future ones, with a view to continuous improvement for the people we deal with daily and the local and global environment.

Our objective is to give concrete data regarding the valorization of people and of their professionalism, regarding safety and health in the workplace, the protection of the environment and respect for the territory in which M.T. Di Nole operates.

We find the choice of drawing up a sustainability report coherent with the important international matters the United Nations is promoting with their sustainable development goals (SDGs). These goals are landmarks for any organization intending to firmly face the environmental and socio-economic challenges of our planet at whatever level.

These efforts are in line with the policies we have implemented to match the environmental objectives expected by the EU at all levels: mitigation of climate change and adaptation to the same; sustainable use and protection of waters; transition to a circular economy; prevention and reduction of pollution, protection and restoration of biodiversity and of ecosystems.

In this respect, we have decided take inspiration from the setup suggested by the Global Reporting Initiative (GRI). However, in an effort to value the multidimensional nature of our activity, we have also obtained ideas from the International Integrated Reporting Council (IIRC), which identifies six fundamental principles for companies: financial, productive, social, intellectual, human and environmental.

Luca Ferrari
CEO



1.

INTRODUCTION AND REPORT BOUNDARIES

1.1 METHODOLOGICAL NOTE

DINOLE®'s first sustainability report was drawn up using GRI (Global Reporting Initiative) Standards, the best practice standard at a global level for sustainability reporting.

The sustainability report provides information about DINOLE®'s contribution to sustainable development and reports on its main economic, environmental and social impacts. It is based on a studied selection of the indicators proposed by GRI, with respect to the dimensions and operational peculiarities and to the company's governance, using the so-called "GRI-referenced" approach.

The Reporting Principles of content (Stakeholder Inclusiveness, Sustainability Context, Materiality, Completeness) have been applied, as well as those related to the quality of information (Balance, Comparability, Accuracy, Timeliness, Clarity and Reliability) while editing the document.

We have followed the instructions concerning the General Standard Disclosures required by the GRI's Framework: the main stakeholders have been identified and a materiality assessment has been developed.

The reporting perimeter coincides with the company's workplace perimeter since the entire textile production chain is enclosed in DINOLE®. All the information of this document refers solely to the building located in Nole in Via Martiri della Libertà.

Our sustainability report is drawn up on an annual basis. The reported information and data refer to business in 2021. Comparative data from the former practice is quoted.

The summary table, placed in the last pages of this sustainability report, deals with the themes of the specific indicators of performance mentioned in the text.

The sustainability report in Italian and English, is available in the Sustainability section at www.dinole.com.

To receive further information on the content of this document please contact: Luca Ferrari.

The work group that has made the sustainability report possible is composed of: Luca Ferrari, Massimiliano Guarnieri, Carla Levra, Luca Novero, Sabrina Pavese, Francesca Pettinato, Mariella Zucca, Maurizio Cisi and Carola Galliano.

This report has not been reviewed by any external organization.

The data from the previous report have not been revised.

2.

THE COMPANY - WHO WE ARE

2.1 OUR HISTORY

DINOLE® was established on 27th September 1913 in Nole Canavese, and with 108 years of experience, it is one of the most prestigious and renowned manufacturing companies of velvet and fabrics for decorating and furnishing at a global level.

Whole generations of families have worked with DINOLE® and still today, the third and fourth generations of such families still work there, making it a real family company which is well rooted in the local community.

Thanks to our traditions and ongoing investment, Di Nole embodies one of the most efficient textile companies in Europe, providing the most exclusive international Textile Editors.

With its over 100 years of experience and the know-how passed on from generation to generation, it can boast of highly qualified production.

Fabrics and velvet are produced thanks to sophisticated machinery and vanguard technologies, which bring about the manufacture of finished products of exceptional quality.

All of this takes place in the historical building of 33.000 m² which hides the magic of the entire productive process of textile manufacture behind its rust coloured bricks and under its rounded roofs. Indeed, what makes of DINOLE® unique and rare, is the fact that the whole textile production chain takes place in one building.

Each drawing, structure and quality takes shape, right from its beginning, in the **CREATIVE STUDIO** and then, as far as the **WARPING**, **WEAVING**, **DYEING**, **FIXING**, **QUALITY TESTING** and **SHIPMENT** to International textile editors and wholesalers in the whole world.

Source: www.dinole.com/company

DINOLE®, with its 108 years of history, has been the undisputed protagonist of the local economy, employing families from Nole and the neighbouring villages since 1913.

This fact has highlighted the company name, which had been among the best velvet and fabrics producers from the outset. However, its strong family character is intrinsically bound to Nole and has gifted a strong cohesion between the company and the territory. The surrounding villages could rely on a certain income right from the beginning of the 1900's and these benefits have continued throughout the years, turning into collective prosperity for the local economy, which has flourished.

2.2 BUSINESS MODEL AND ORGANIZATIONAL CONFIGURATION

In the historic building is preserved the secret of a secular craft that merges with tradition. Behind the rust-coloured bricks and under the rounded roofs of the building the magic of the fabrics comes to life through a complete production process.

Each design and quality takes shape starting from its inception in the creative studio, through to warping, weaving, dyeing, finishing, quality checking and shipping to international textile editors and wholesalers all over the world.



There were no significant changes concerning the organization of the supply chain, ownership and size of the company during the reporting period.

Source: www.dinole.com/company

I The legal form is SpA (Ltd.) and 100% of the Ownership belongs to the Ferrari's family that wisely carries on its traditions.

2.3 OUR VALUES

The work done in DINOLE® is carried out with respect, correctness and sense of responsibility.

LEGALITY

M.T. Di Nole SpA operates with the utmost legality and with respect for the current legal code. All recipients are therefore required to observe each applicable legislation and to constantly update on legislative changes, while availing of the training opportunities offered by M.T. Di Nole M.T. SpA.

The company considers report transparency and accounting to be a fundamental principle in its workings and essential in order to safeguard its reputation.

CORRECTNESS

Correctness and moral integrity are an unfailing duty for all recipients. Recipients are required to refrain from having privileged relationships with others resulting in external solicitations so as to obtain improper advantages with third parties. During their activity, recipients are required to refrain from accepting donations, favours or any kind of utility (except for objects of moderate value) and, in general, to not accept any offset in order to grant advantages to third parties in an improper way. In turn, recipients must not make money or goods donations to third parties or, in any case, offer utility of illicit favours of any kind (excluding objects of nominal value or authorized commercial courtesy gifts from the company) connected with the carrying out of their work for the benefit of M.T. Di Nole M.T. SpA.

NON DISCRIMINATION

M.T. Di Nole M.T. SpA avoids and repudiates any discrimination concerning age, sex, race, sexual orientation, health state, political and trade opinions, religion, culture and nationality of its interlocutors in the relationships with the stakeholders and in particular in the selection and management of the personnel, in the working organization, in the choice, selection and management of suppliers, as well as in relationships with entities and institutions. Similarly, M.T. Di Nole M.T. SpA promotes integration, allowing cross-cultural dialogue, protection of minorities' and the vulnerable's rights.

CONFIDENTIALITY

M.T. Di Nole M.T. SpA ensures protection and confidentiality of personal data of its recipients and stakeholders, in compliance with any applicable legislation in terms of protection of personal data. The recipients are required not to use reserved information which has been garnered from their working activity for any purposes other than the practice of that activity, and to always act in respect of the confidentiality obligations undertaken by M.T. Di Nole M.T. SpA towards all stakeholders. In particular, the recipients are obliged to maintain the utmost confidentiality on documentation which reveals know-how, transport information, commercial information and company operations.

LOYALTY

M.T. Di Nole M.T. SpA and the recipients have agreed to promote fair competition, in respect of national and community legislation and are aware that virtuous competition constitutes a healthy incentive to innovation and development processes. It also protects the interests of consumers and the community.

DILIGENCE

The relationship between M.T. Di Nole M.T. SpA and its employees is based on mutual trust: the employees are therefore required to work in favour of the company's interests, respecting the values referred to in the regulations. The recipients must refrain from any kind of activity that might conflict with M.T. Di Nole M.T. SpA's interests, giving up the pursuit of any personal interests conflicting with the legitimate interests of the company. In the case of any possibility of a conflict of interest, recipients are required to approach their superior in a timely manner, so that the company can evaluate, and if possible, authorize the potentially conflicting activity. In cases of violation, the company will adopt any suitable measure to make the conflict of interest stop, reserving the right to act in its own protection.

2.4 OUR WAY OF DOING BUSINESS

The company works in the textile sector, working with very fine textile fibres and carrying on the centenary old tradition while distinguishing itself from competitors with its unique products, of quality and durability.

DINOLE® has been producing fine velvet and fabrics for 108 years in the luxury textile sector. It chooses the best fibres from which it creates refined jacquard velvet and textiles entirely made in Italy. Indeed, these are entirely designed and created inside the premises in Nole. The process covers all aspects of production and it guarantees the quality of the velvet and fabrics, which are 100% made in Italy.

Di Nole textile manufacturing is convinced that an ethical, clear and shared concept is a critical factor for success and that it is necessary to pursue entrepreneurial objectives that clearly express our values and responsibilities, aware of its role in the economic and social view.

DINOLE® adopts management systems which are marked by effectiveness and environmental efficiency, by security and health of the working spaces in its premises, as its ethical code states.

Thus, DINOLE® engages to ensure the following:

- safeguard the environment, the health and security of people in conducting their business according to the principles of responsibility, precaution, prevention, protection and continuous improvement, respecting all obligatory conformity duties which are voluntarily undertaken;
- respect of internal and external factors, the needs and expectations of the involved subjects, conformity obligations, risks and opportunities, in a “Life Cycle” perspective;
- definition of improvement objectives and actions so as to obtain sustainable and constant improvement of our management systems and of our performance concerning health, safety and the environment. We use the best available technologies, where technically and economically possible;
- the involvement of our employees and collaborators in environmental safeguard themes through awareness building, information and training and on how to minimize the environmental impact in our activities;
- diffusion of themes concerning health, security and environment towards our partner suppliers and core suppliers who represent the supply chain;
- transparent and proactive dialogue with the institutions and local administration concerning activities and initiatives that can favour the improvement of health and safety standards and the containment of the environmental impact of the organization;
- measurement of our performance on social and environmental themes using ad-hoc indicators and conducting regular verifications to periodically check and evaluate its performance.

The company, through Unione Industriali, adheres to the United Nations Global Compact which encourages companies all around the world **to create an economic, social and environmental framework to promote a sustainable world economy.**

The company adheres to the Unione Industriali Torino, a voluntary business association at territorial level adhering to Confindustria, for the representation, protection, promotion and development of companies and their business interests. DINOLE® is also part of Sistema Moda Italia (SMI), one of the world's largest organizations representing textile and fashion manufacturers in the Western world.

OUR PRODUCTION

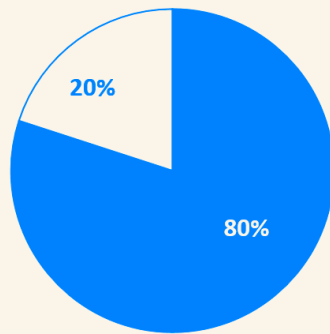
The company's concept is to offer a product deriving from the best raw materials and characterized by handcrafted processing that enriches and tailors it to make it everlasting.

OUR FABRICS

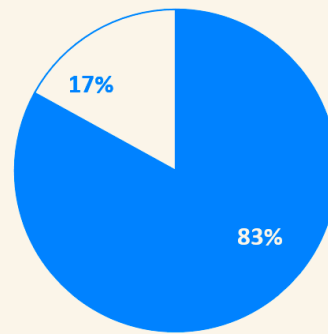
- **Silk velvets:** Thanks to its traditional craftsmanship Manifattura Tessile DINOLE® is still able to produce a unique velvet, symbol of an historical textile culture: silk velvet.
- **Cotton velvets:** The cotton velvet produced by Manifattura Tessile DINOLE® is extremely resistant, with a Martindale that exceeds 100,000 rubs, thanks to the quality of combed yarns, which are folded to give a smoother and shinier surface to the thread. Our velvet is suitable for both curtains and upholstery fabrics.
- **Linen velvets:** The linen velvet is produced using the “linum usitatissimum” fibre, originated from the Liberia and now selected in highly specialized plantations in the north of France. Linen has always been considered an ideal fibre, not only because it is 100% biodegradable and recyclable, but also because it only needs rain water and no pesticide to grow. Once carefully selected, the fibre is extracted from the bark of the plant. It measures an average of 25 mm in length and has a diameter of 25 microns.
- **Kid Mohair velvet** is produced from the fibres of the angora goat. These animals are bred especially in Turkey. The name “Angora” in fact comes from Ankara, the capital of Turkey, where these goats have been known for over 1000 years. Angora goats are also bred in Texas and South Africa.
- **Wool velvet** is born from a very high attention in the selection of wool, using only the parts with excellent fineness and purity. The Extra Fine Merino Wool fibre (19.5 micron) is fibre dyed with reactive dyes and mixed in spinning to obtain a characteristic mélange effect.
- **Cashmere velvet** is an extremely warm, soft and light fibre obtained from cashmere goats raised in the Asia plateau. The average diameter of the fibre, from which our velvet is obtained, does not exceed 16 microns (less than half of normal wool fibres). This fineness enhances the softness of the yarn and its lustre.
- **High-end Jacquard fabrics,** produced on cutting-edge looms, characterized by classic and modern designs made on quality brocades, brocatelle, damask fabric, and modern tapestries. Moreover, thanks to its internal Design Department, DINOLE® allows the customization of fabrics according to specific customer requests, thus giving the possibility to create unique and exclusive fabrics.

SOURCE: www.dinole.com/products

% METERS 2020



% METERS 2021



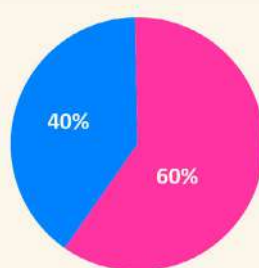
Our production is thus composed in 2021 and 2020, denoting a strong prevalence in the production of velvet compared to fabric.

MARKET SERVED

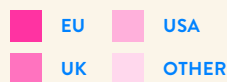
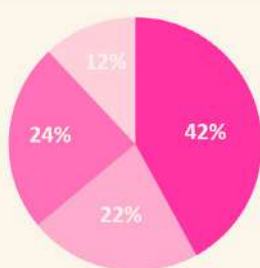
The company was set up in the Italian town of Nole, where its entire production is carried out but it has always had the entire world as a reference market.

DINOLE® sells its products to European and worldwide primary textile editors.

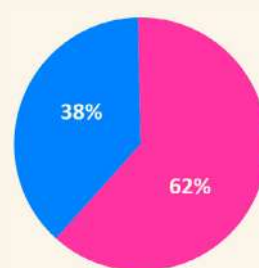
SALES IN METERS



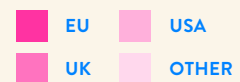
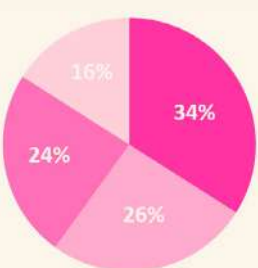
OF WHICH ABROAD



SALES IN METERS 2021



OF WHICH ABROAD



Manifattura Tessile Di Nole is specialized in the sale to textile editors, who take care of the creation and selection of the product collection, the organization of their production (normally at outside companies) and their international distribution. The production is composed of prestigious **VELVET** and **JACQUARD FABRICS**.

Silken velvet, cashmere velvet as well as 'kid mohair' and linen are among our flagship products.

The entire production takes place when the customer places an order. Indeed, the company's products are handcrafted in order to meet quality requirements and are packaged with the requested characteristics.

2.5 OUR SUSTAINABILITY POLICY - THINK GLOBAL ACT LOCAL

We are conscious of our role and we operate daily with the future in mind. This is why we recognize some of the objectives of the UN's 2030 Agenda.

The SDG's (Sustainable Development Goals) touched by the company's activity in our view are:



5. Gender equality



6. Clean water and sanitation

6.3.1 Percentage of safely treated waste water.

6.4.1 Variation of water efficiency over time.



7. Clean energy

7.2.1 Renewable energy consumption.

7.3.1 Energy intensity.



8. Promoting lasting, inclusive and sustainable economic growth, full employment and respectable job to everyone

8.8 Safeguarding of worker's rights and promotion of safe and protected working environments for all workers.



12. Ensuring sustainable consumption and production patterns

12.4.2 Dangerous waste generated pro capita and percentage of treated dangerous waste, per type of treatment.

12.5 By 2030, substantially reduce waste generation through prevention, reduction, recycling and reuse.

3.

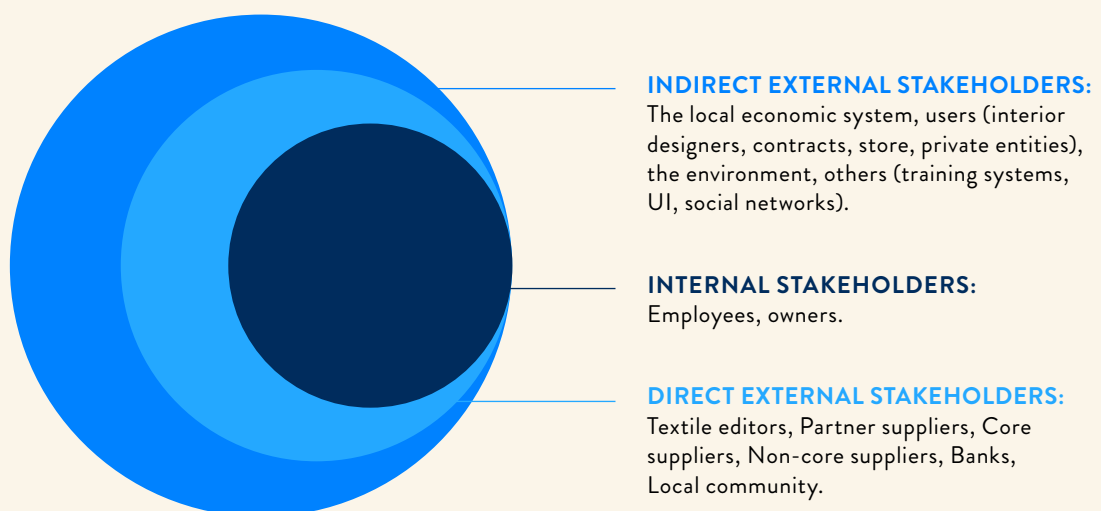
OUR APPROACH TO SUSTAINABILITY: REPORT 1.0

3.1 THE STAKEHOLDERS' MAP

The choice of drawing up a sustainability report, highlighting both strong and weak points, followed the mapping of the stakeholders.

The subjects on which to evaluate the economical, social and environmental impact of the activity have been identified.

- International textile editors
- Users of the product (interior designers, contractors, stores, private entities)
- Owners
- Banks
- Partner suppliers
- Core suppliers
- General suppliers
- The local community
- Local economic systems
- The environment
- Social networks and training-educational systems (technical institutes, PoliTo, UniTo),
Torino Industrial Union



The internal stakeholders are at the core of the company: the owners, who are the cornerstone of the firm, as well as the employees, who especially in this case, represent the main component of the organization, have all been identified as this core. Indeed we may say that over the years and the generations, they have kept the company and its traditions going, passing on more than a century of quality and know-how. The direct external stakeholders are the people who have a stake which is directly traceable to the company's progress and in this specific case can be identified as: Textile editors, partner suppliers, core suppliers, general suppliers, banks and the local communities.

The textile editors represent the clientele. The partner suppliers are those who give a collaborative contribution to the company. The core suppliers are the ones who can be effectively defined as fundamental and essential for the enterprise activity, while the general suppliers are those who are useful but not essential.

The banks obviously carry out a fundamental role as they provide both monetary and social capital. The local community is part of this category as it influences and is influenced by the company, which is not only situated in the territory, but which has also given work to the neighbouring municipality's inhabitants for more than a century. In conclusion, the indirect stakeholders include all of the figures which have an indirect interest in the company like the Industrial Union of Turin.

STAKEHOLDER TABLE AND INVOLVEMENT METHODS

STAKEHOLDER	EXPECTATIONS	INVOLVEMENT METHODS
LOCAL ECONOMIC SYSTEM	<ul style="list-style-type: none"> • Value creation • Employment opportunities • Distribution of value 	<ul style="list-style-type: none"> • Participation and objectives sharing • Job opportunities offer and employment protection • Meetings with S.M.I. and U.I. Textiles to create locally social and cultural projects
USERS	<ul style="list-style-type: none"> • Quality and durability of the product • Product safety and compliance with environmental regulations • Reliability • Competitiveness 	<ul style="list-style-type: none"> • Participation in events • Long-time relationship • Transparent communication of the company's activities • Creation of an annual Sustainability Report published on the institutional website
ENVIRONMENT	<ul style="list-style-type: none"> • Environmental sustainability • Improve the environmental practices of its business and of suppliers • Responsible management of waste and its recycling • Compliance with the limit values of emissions into the atmosphere and of water discharges 	<ul style="list-style-type: none"> • Developing products and processes with a low environmental impact • Select eco-friendly materials, correct management of chemicals, protection of biodiversity, optimization of the end of life • Minimize environmental impacts along the value chain • Periodic communication of the results of the self-checks of atmospheric emissions and water discharges to the bodies in charge • Procedure in progress for obtaining UNI EN ISO 14001: 2015 certification

continues ▼

EMPLOYEES	<ul style="list-style-type: none"> • Occupational stability • Job safety • Fair remuneration • Skills upgrade • Transparency and involvement regarding the company's objectives and performance 	<ul style="list-style-type: none"> • Communication • Team building activities • Familiar climate • Internal communication activities (e-mails, bulletin boards and periodic meetings) • Publication of the Code of Ethics on the institutional website • Organization of periodic training and refresher courses
OWNERSHIP	<p>Long-term vision:</p> <ul style="list-style-type: none"> • Value distribution • Risk management • Social sustainability • Environmental sustainability 	<ul style="list-style-type: none"> • Participation and sharing of objectives • Definitions of strategies
TEXTILE EDITORS	<ul style="list-style-type: none"> • Long-term product quality, safety and continuity • Good quality-price ratio • Traceability of the production chain • Reliability and flexibility of production processes so that business continuity and compliance with delivery times are guaranteed • Guarantees of exclusivity of the products purchased, confidentiality and customer privacy 	<ul style="list-style-type: none"> • Institutional website with reserved customer area for sharing order production progress • Periodic visits, virtual meetings and assistance channels via dedicated e-mail box • Participation in trade fairs in the sector • Digitization of the production process to guarantee the traceability of the processes
PARTNER SUPPLIERS	<ul style="list-style-type: none"> • Improve environmental and social practices • Long-term relationship • Reliability • Promotion of work and rights • Value creation 	<ul style="list-style-type: none"> • Periodic meetings to share new practices for the improvement of environmental and social performance • Periodic surveys to plan long and medium term purchases • Timely and correct compliance with contractual conditions
CORE SUPPLIERS	<ul style="list-style-type: none"> • Improve environmental and social practices • Long lasting relationship • Reliability • Value creation 	<ul style="list-style-type: none"> • Periodic meetings to share new practices for the improvement of environmental and social performance • Periodic surveys • Timely and correct compliance with contractual conditions
NON-CORE SUPPLIERS	<ul style="list-style-type: none"> • Reliability • Value creation • Consolidation of the relationship 	<ul style="list-style-type: none"> • Timely and correct compliance with contractual conditions
BANKS, INSURANCES	<ul style="list-style-type: none"> • Solvency • Safety • Economic sustainability • Environmental sustainability • Contractual requirements and legislative compliance 	<ul style="list-style-type: none"> • Sharing of objectives • Targeted consultancy • Consolidated relationships with a long-term vision
LOCAL COMMUNITY	<ul style="list-style-type: none"> • Value creation • Employment opportunities • Legislative compliance • Respect for the territory • Participation 	<ul style="list-style-type: none"> • Recruitments • Updates and certifications • Publication of documents on the institutional website and social media
OTHERS (Training system, UI Torino, Social networks), Regulator institutions (Conai, ARPA - Region - Province - District)	<ul style="list-style-type: none"> • Value distribution • Risk management • Social sustainability • Environmental sustainability • Legislative compliance 	<ul style="list-style-type: none"> • Participation in events and training programs • Fulfillments and Communication

3.2 OUR PRIORITIES AND THOSE OF THE STAKEHOLDERS: THE MATERIALITY MATRIX.

MAIN THEMES OF MATERIALITY

With the materiality matrix, the company identifies the main distinctive features of its activity and it locates them according to a relevance scale, clarifying which activities are to be considered fundamental for its own business' sustainability and highlighting the elements it needs to focus its resources on. The materiality analysis has permitted the definition of reporting themes and of checking mechanisms included in the sustainability report.

The phases for the definition of the materiality matrix have been:

1. Identification and analysis of the main aspects that effect value creation.
2. Pinpointing of the most relevant aspects for internal and external stakeholders through focus groups for internal stakeholders. Relevant identified themes are shared.
3. Internal validation by the administrator in order to ensure that the identified elements represent a reasonable and balanced reflection of the situation.

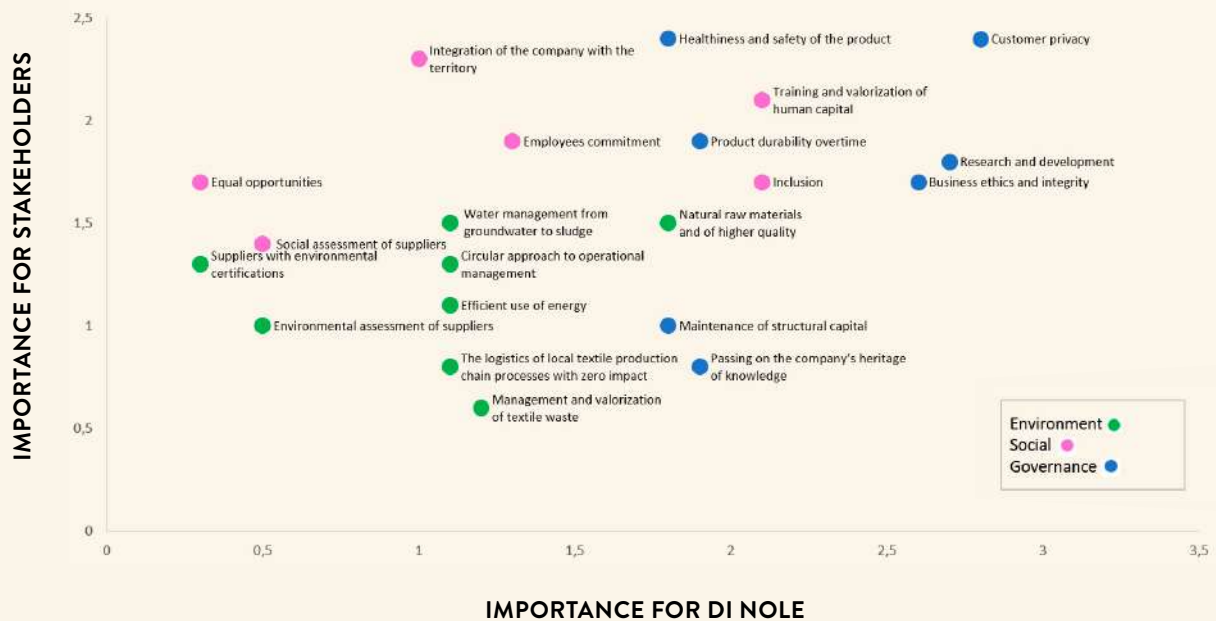
The assessment of relevance for the company and its stakeholder of the main aspects connected to the activity is represented in the following materiality "map".

The materiality map names the areas that the company has identified as more urgent and on which it is necessary to engage in a short period, taking the legitimate expectations of the stakeholders into consideration.

The identified themes are coherent with some of the sustainable development goals promoted by United Nations and by Global Compact. These goals are considered to be a commitment, albeit local and circumscribed and this commitment is inserted in the widest scene of politics promoted on a worldwide scale of the International community.

WITH THE CIRCULARITY OF OPERATION MANAGEMENT AND THE DURABILITY OF THE PRODUCT OVER TIME, WE CONTRIBUTE TO THE REACHING OF SOME GOALS FOR SUSTAINABLE DEVELOPMENT.

MATERIALITY MATRIX 2021



The main materiality themes have been divided in 3 macro areas : **ENVIRONMENT**, **GOVERNANCE AND ECONOMY** and **SOCIETY**. They are coherent with the values expressed in the company's ethical code and with the operational politics of the company.

In the environmental area, the mainly materialistic management aspects of sustainability are:

THE LOGISTICS OF LOCAL TEXTILE PRODUCTION CHAIN PROCESS WITH ZERO IMPACT

The company's peculiarity is that the entire production chain is contained within the walls of DINOLE®. Not only does this mean a competitive advantage and increased quality control, but also a remarkable reduction in consumption, packaging and emissions derived from internal process logistics.

SUPERIOR QUALITY NATURAL RAW MATERIALS

The company takes great pride in the high quality natural raw materials that are used in its productive processes, which guarantee a timeless, unique product, that has always been esteemed and appreciated by our clientele.

CIRCULAR APPROACH TO OPERATIONAL MANAGEMENT

The circular approach to operational management is a theme that has made itself more relevant in the last few years, yet has far reaching historical foundations. By circular approach, an efficient use of resources is meant, such as choice of raw materials, waste management and also production of superior quality, longer lasting goods.

SUPPLIERS WITH ENVIRONMENTAL CERTIFICATION

Environmental certification ensures the company that the product is sustainable and socially acceptable, respecting the current regulations and above, as well as having minimal impact on the environment.

WATER MANAGEMENT FROM GROUNDWATER TO SLUDGE

The water supply necessary to the productive processes comes directly from a local water table. The water flow is supervised from extraction to purification. Indeed, once the water has been used, it is treated, so as to be newly introduced into the aqueduct, devoid of any substance deriving from the productive process and in line with current regulations.

EFFICIENT USE OF ENERGY

The company has always been committed to the efficient use of energy to fight against waste and to raise awareness on the theme for its employees.

MANAGEMENT AND VALORIZATION OF TEXTILE WASTE

The theme of the management and valorization of textile waste is essential. As the company must keep up very high quality standards, it cannot re-use waste textiles. However, to keep faith with the adopted policy, it has developed a network of companies downstream of the productive processes that re-use and professionally recycle these products.

In the economic and governance area, the managerial aspects of sustainability (mainly material) are:

HEALTH AND SAFETY OF THE PRODUCT

The company has always had the health aspect of the product at heart and even surpasses legal standards, both for its employees and its users. For more than twenty years, the company has decided to completely exclude the use of formaldehyde in its processes.

PRODUCT DURABILITY OVER TIME

Product durability over time has a twofold nature: not only is it in the interest of the user to have a long-lasting product, which does not decrease in value over time, but it also distinguishes and differentiates the company.

MAINTAINING STRUCTURAL CAPITAL

Maintaining structural capital goes beyond the mere economic aspect. Indeed, being able to use the 'old' equipment, whose usage has been handed down by employees as a tradition, is a strategic element for the company, creating fine finishes with an age old flavour and products which have been best sellers for decades.

PASSING ON THE COMPANY'S HERITAGE OF KNOWLEDGE

Another crucial aspect for the company lies in passing on our business knowledge heritage, which has allowed production continuity, amid innovation and tradition and which is a real "cultural" and "local" element. If this knowledge were not valued through the company's products, it would be lost.

Socially, the management aspects of sustainability (mainly material) relate to:

EMPLOYEES' COMMITMENT

The commitment and the involvement of the employees is still a crucial theme, as well as a priority for the company, insomuch as, being handcrafted products, they require competent and trained personnel, who are endowed with a critical spirit and a culture of the beautiful. It's not about the human capital which is easily quantifiable in an objective way, but rather that we "subjectively" perceive it as sense of membership.

EQUAL OPPORTUNITIES

Gender equality is a fundamental theme for DINOLE®. Indeed, the personnel is selected without discrimination and there are no tasks that exclude one or the other sex.

INTEGRATION OF THE COMPANY AND ITS TERRITORY

DINOLE® has always been a landmark for the small town and the neighbouring municipalities, because not only has it given work to local families, bringing general well-being, but it has also been able to grant prestige to the experts who have been passing on their craft for generations, due to our view of the product.

TRAINING AND ENHANCEMENT OF HUMAN CAPITAL

The company wishes to grant high quality and welfare standards of its employees and their training and enhancement is a crucial point. It is important for employees to receive instructions from the company when they first start working, that show them all the phases that make up the productive process, in order to better understand any critical issues of each internal sector and to stimulate team work, while maintaining a harmonious atmosphere in the company.

Reporting modifications: Compared to the previous report, published on 31/08/2021, DINOLE® found new material topics:

SUPPLIER ENVIRONMENTAL ASSESSMENT

The company finds that it is essential to make a supplier environmental assessment, in order to ensure more transparency and better environmental performances of the supply chain. On this occasion, the potential and current environmental impacts, prevention, mitigation and remedial actions, taken by the suppliers and the environmental assessment parameters, are individuated.

SUPPLIER SOCIAL ASSESSMENT

The assessment of social sustainability requirements is part of the criteria on the basis of which the company selects its suppliers, ensuring respect for human rights, workers' rights, protection against the exploitation of minors, guarantees of safety and health in the workplace.

RESEARCH AND DEVELOPMENT

Investment in research and development is vital for a company that wants to promote sustainability and innovation in its products.

BUSINESS ETHICS AND INTEGRITY

The company is committed to respecting ethical principles and observing the regulations in business conduct, promoting fairness, ethical values and collaboration both inside and outside the company.

CUSTOMER PRIVACY

Customer privacy and safety has always been a top priority for DINOLE®; indeed, the company is committed to protecting sensitive data and meeting customer needs.

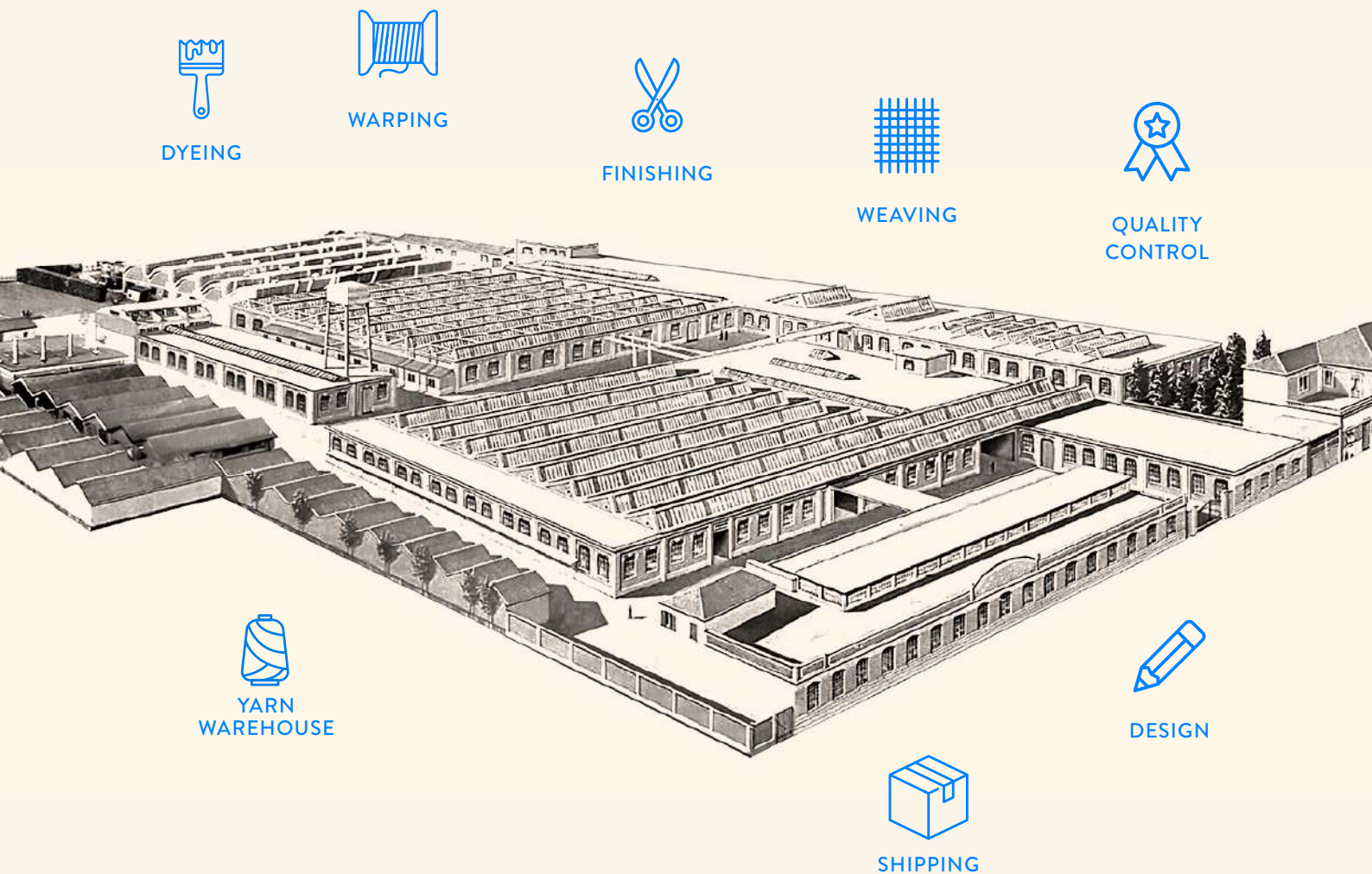
INCLUSION

DINOLE® is committed to building and guaranteeing a more inclusive and peaceful working environment by adopting focused policies and raising the awareness of employers and employees.



3.3 LOCAL SUPPLY CHAIN

DINOLE® works with trustworthy suppliers, having established relationships that have been going on for more than 10 years and guaranteeing raw materials of very high quality and selected products over time. Logistics does not have any weight for the company, as the entire productive process happens within it, thus avoiding displacements, transport and the use of packaging.



**WE CONSIDER OUR SUPPLIERS TO BE REAL STRATEGIC PARTNERS.
THIS IS WHY WE USUALLY PRIVILEGE CONTINUITY WITH OUR CORE SUPPLIERS:
NEARLY HALF OF THEM HAVE HAD A COMMERCIAL RELATIONSHIP WITH US
FOR MORE THAN 30 YEARS!**

Supply chain

OUR LOGISTICS ARE ZERO (IN KM)

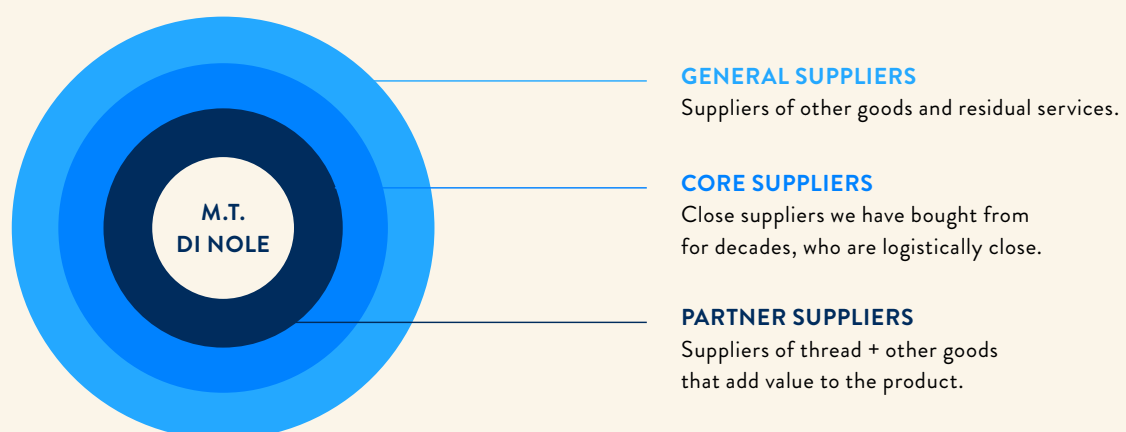
7 PRODUCTIVE PHASES



3.4 OUR SUPPLIERS

Our mission is based on the quest for excellence and to do this, we have established partnerships with some strategic suppliers for our procurement, so as to be able to always guarantee the best choice. On the other hand, with other suppliers, defined as “core”suppliers, we are constantly in touch, making decisions according to their logistic proximity and the duration of our relationship.

Focus: partner, core and general suppliers



Where our suppliers are

ORIGIN OF SUPPLIERS	2020		2021	
	IMPACTS OF PURCHASED VALUE	NUMBER OF SUPPLIERS OUT OF TOTAL	IMPACTS OF PURCHASED VALUE	NUMBER OF SUPPLIERS OUT OF TOTAL
PROVINCE OF TURIN	28%	50%	22%	44%
PIEDMONT	22%	12%	34%	13%
LOMBARDY	37%	20%	32%	25%
ITALY	3%	12%	5%	12%
ABROAD	9%	5%	7%	6%

Manifattura Tessile Di Nole considers the contribution of our selected and valued suppliers as fundamental. They are chosen on the basis of possession of the necessary technical requirements, as well as for their reliability and safety.

Doing business in a responsible way, working and improving only inside the company is not enough. Therefore, the choice of suppliers, who in turn have to apply virtuous behaviour in the supply chain, is fundamental. It is possible to rely on the certification held by suppliers as recognition of such virtue, so as to be able to better know the origin of the product we are going to work on.

For our partner and core suppliers, we not only believe that the presence of undisputed technical and qualitative characteristics are fundamental, but also that they can guarantee high environmental and social standards.

60% of our partner and core suppliers owns one or more environmental or social certificates. Recurring certification in our partner and core suppliers include:

ENVIRONMENTAL CERTIFICATION OF PROCESS	2020	2021
ISO 14001	6	7

ENVIRONMENTAL CERTIFICATION OF PRODUCT	2020	2021
OEKO TEX STANDARD 100	14	15
Gots	5	5

SOCIAL CERTIFICATION	2020	2021
OHSAA18001	1	1

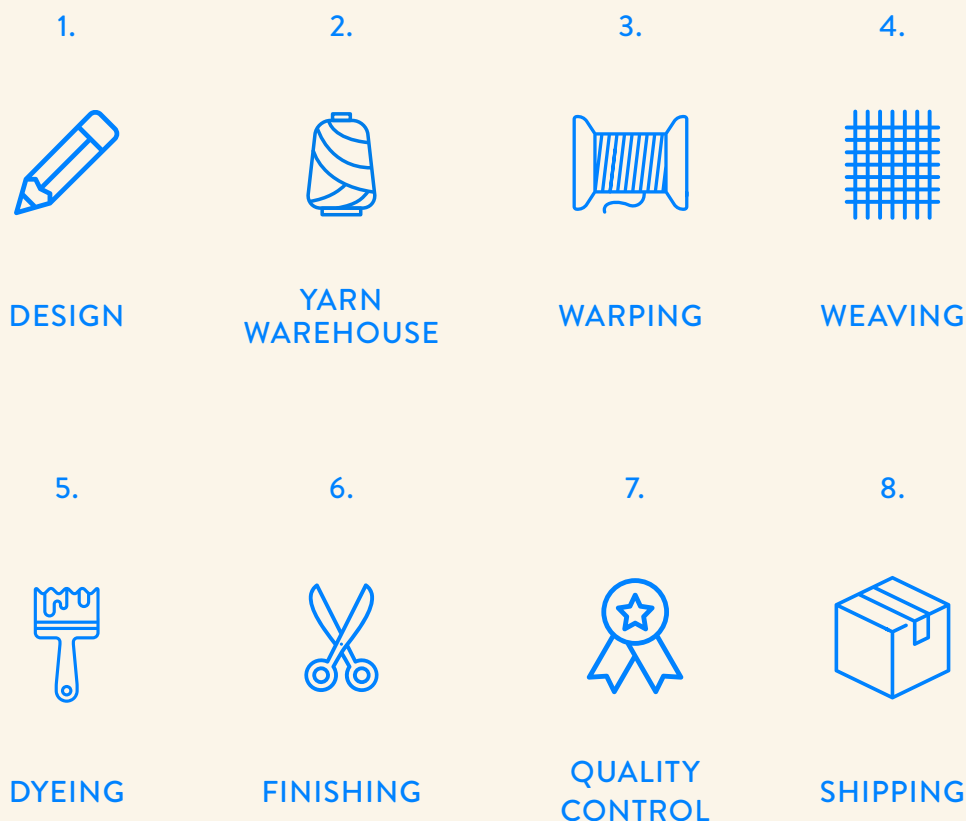
4.

STRUCTURAL & MANUFACTURING CAPITAL

“Manufactured physical objects (as opposed to natural physical resources) that an organization can use to produce goods or provide services. Productive capital is often created by other organizations, but it includes goods produced by the one which draws up the report for the sale or for internal use.”

4.1 TEXTILE MANUFACTURE

OUR PROCESS FLOW



OUR PROCESSES: INPUT AND OUTPUT

PROCESS PHASES	PRIMARY INPUT	AUXILIARY INPUT	PRIMARY OUTPUT	SECONDARY OUTPUT
DESIGN			INSTRUCTIONS TO BE ATTACHED TO LOOMS	
WARPING	THREAD		BEAM	
WEAVING	BEAM + THREAD ON CONE		ROLLS OF FABRIC / VELVET (raw or dyed yarn)	FRAYING, CONES, PLASTIC / CARDBOARD, EXCESS THREAD
DYEING	TEXTILE / VELVET ROLLS (raw or dyed yarn)	DYEING AUXILIARIES + DYES + WATER	COLOURED PATCHES	DYEING WASTE, PACKAGING (returnable empties)
FINISHING	COLOURED PATCHES	WATER + METHANE	TREATED FABRICS + READYMADE VELVET	WATER + WRINGING WASTE + POWDERS
QUALITY CONTROL	TREATED FABRICS + READYMADE VELVET		READYMADE FABRICS/VELVET/ JACQUARD	SECOND RATE FABRICS AND VELVET + SCRUB (salvaged and reused)
SHIPPING	JACQUARD / VELVETS	CARDBOARD BOXES + PLASTIC WRAP	PACKAGED FABRICS	CARDBOARD AND PLASTIC WASTE + PALLETS

The productive process starts in the design department with the **DESIGN OF FABRICS AND VELVET**. The design department is equipped to personalize our customer's fabrics by coordinating the weaving of unique velvet and textiles with personality.

Subsequently, the designs are programmed with software for each single loom. Inspiration, designs and colours can be taken from the company's historical archives, one of our most important and exclusive resources. These resources are rigorously catalogued, classified and passed on from one generation to the next. Our stylists and international textile creators are another important component of this phase; they are entrusted with the task of creating new models to be transformed into velvet and jacquard fabrics.

In the **WARPING** phase, thread is transferred from the cones to the warp beam so as to be loaded behind the loom, ready to be woven. Doing this process on site means higher versatility and quick response, guaranteeing maximum efficiency and quality for smaller scale production, satisfying the customer's every need.

Each phase of velvet production is managed in minute detail in order to give a continuous sense of pleasure. The phases with their care for every detail make the product unique and (IDEA of how to feel the product).

The third phase is **WEAVING**, where the velvet awards maximum versatility according to the type of fibre, structure and composition. All of this happens with a weaving process on a special "face to face" loom that produces a double layer of thick velvet at one time.

The velvet weaving department has a reputation for passionate care for details, and it is evident in all aspects of creation and in each phase. The temperature and the humidity level of the departments are continuously checked in order to guarantee optimal working conditions in the production area as well as optimal quality.

The **JACQUARD FABRICS**, which are produced on a special loom, have complex intertwined designs, and often have large repetitive motifs or tapestry effects. They include modern brocades, brocatelle, damask fabrics and tapestries. The jacquard fabric department, where production takes place on avant-garde looms, can provide wider fabrics, producing both 140 cm and 290 cm sizes.

The **DYEING** phase is very precise and is important in the determination of the length and the quality of the final product. It is carried out in the factory using avant-garde machinery and fully respecting the environment.

A powerful depuration system is continuously monitored through periodic checks, while it filters and purifies water and waste from the dyeing process. More valuable velvet can be created to serve the best wholesalers and textile international editors thanks to the maximum care and attention of the experts during the dyeing process.

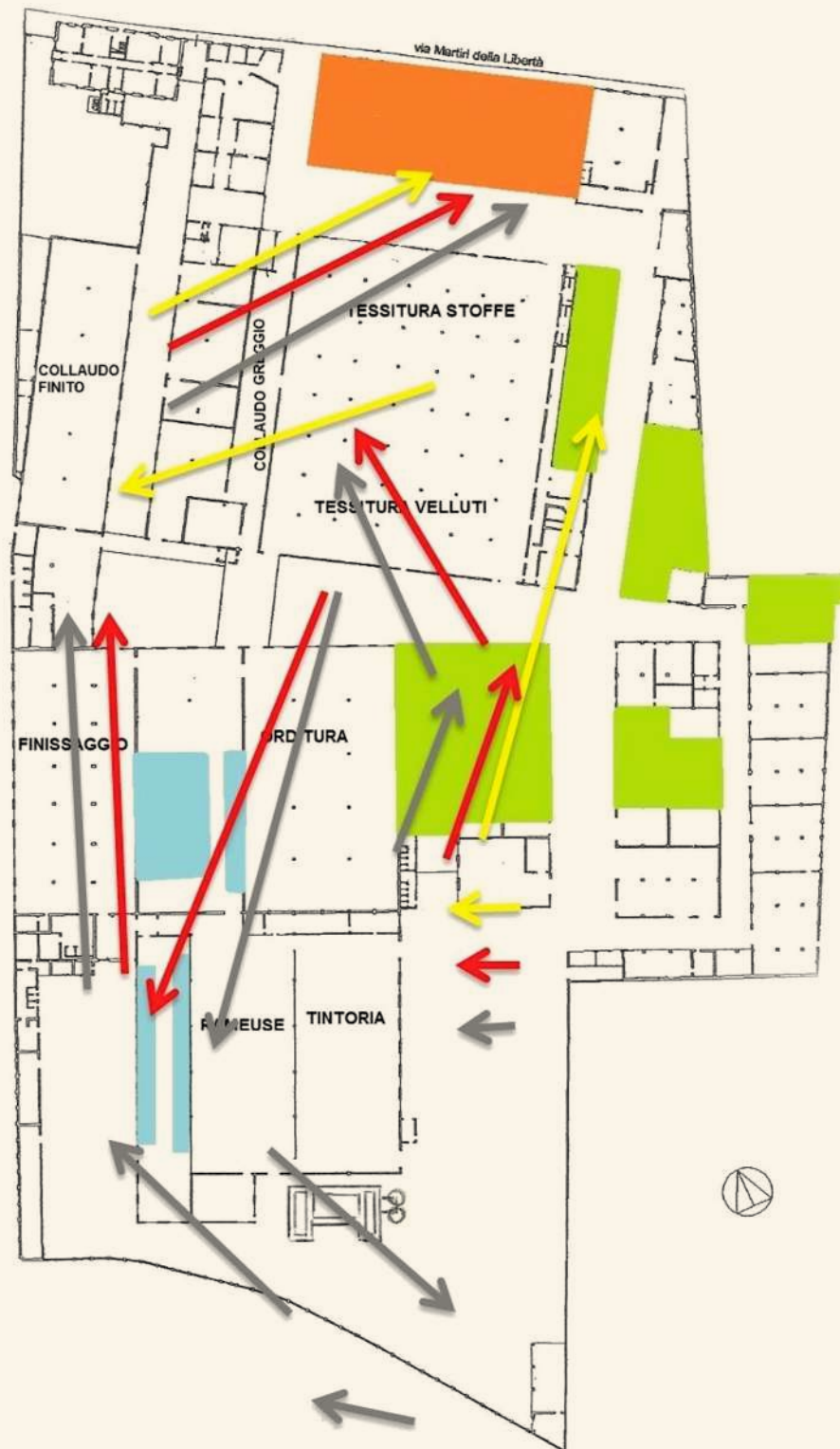
The **FINISHING OF THE VELVET** phase is surely the most important phase and the one that most defines the quality and the look of the “made in Nole” velvet. During this phase, with the combination of venerable knowledge which has been passed on from generation to generation, classical machinery dating back to the mid 1800's and very modern, 4.0 technologies, the velvet is repeatedly brushed (CARDED) and cut (TOPPED) in order to make it appear consistent and homogeneous, soft to the touch and with bright and deep colours.

QUALITY CONTROL insists on the highest production standards. The velvet and fabrics are meticulously checked, meter by meter, by highly qualified personnel and by automatized and computerized processes, Maximum quality is reached through stringent control of the whole production process in order to perfect the yarn. All of this allows the company to rank first as prestigious velvet and fabric weavers all over the world.

The **FINISHED WAREHOUSE** is completely automatized and is the ideal conclusion to the manufacturing process. Our modern warehouse permits rational management of the final product, guaranteeing efficiency and precision to clients.

The fundamental data of each productive lot is collected through an encoding system which allows for its storage and handling. It is supported by very refined air management technology that guarantees the best treatment of the product and keeps the quality intact when the product must be moved within the warehouse.

Source: www.dinole.com/the-process



KEY:

- Yarn warehouses
- Raw warehouse
- Finished warehouse
- FABRICS
- YARN DYED VELVET
- VELVET PIECE DYEING

4.2 OUR WORKS

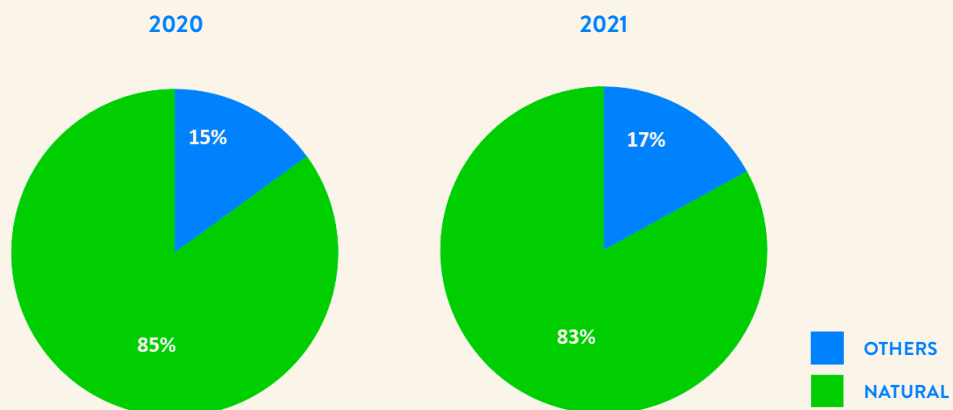
Textile machinery dating from the 1800's has been maintained and is still being used today in DINOLE®, so as to knowingly pass on the high quality which has distinguished the company for more than 100 years.

OUR STRUCTURE IS CAPITAL

4.3 OUR APPROACH TO THE CIRCULAR ECONOMY

CIRCULARITY LIES IN THE DURABILITY OF THE PRODUCT

FIBERS USED



DINOLE® has embraced the concept of the circular economy that is based on a production and consumption model which reconditions and recycles existing materials and products, as well as making them durable. In this way, the company has strived to make the life cycle of the product as long as possible, starting from the very high quality that ensures its performance over time.

Each textile waste has a specific procedure to reduce waste to a minimum. The textile cuts deriving from the productive process and second rate goods are bought by other companies, who use them as raw material, while irrecoverable waste is correctly disposed of by professional waste managers.

Obviously, having the whole production chain on the premises, we avoid plastic wrap, packaging and cardboard being used to transport the goods.

As for pallets, a returnable policy has been agreed so that a precious resource like wood doesn't get wasted. A similar policy has been adopted for the leftover thread spools: any thread left on the spool is sold like the textile waste, while if only the bare spool remains, it is disposed of correctly.

5.

NATURAL CAPITAL

“All processes, as well as renewable and non renewable environmental resources, that provide goods or services for the past, present and future success of an organization. It includes air, water, earth, minerals and forests, biodiversity and integrity of the ecosystem.”

5.1 RAW MATERIALS

DINOLE[®] only uses first-class raw material and it relies on very precious natural fibres like silk, cotton, linen, wool and cashmere in the making of its products.

YEAR	YARN CONSUMPTION IN KG
2021	363.900
2020	240.046

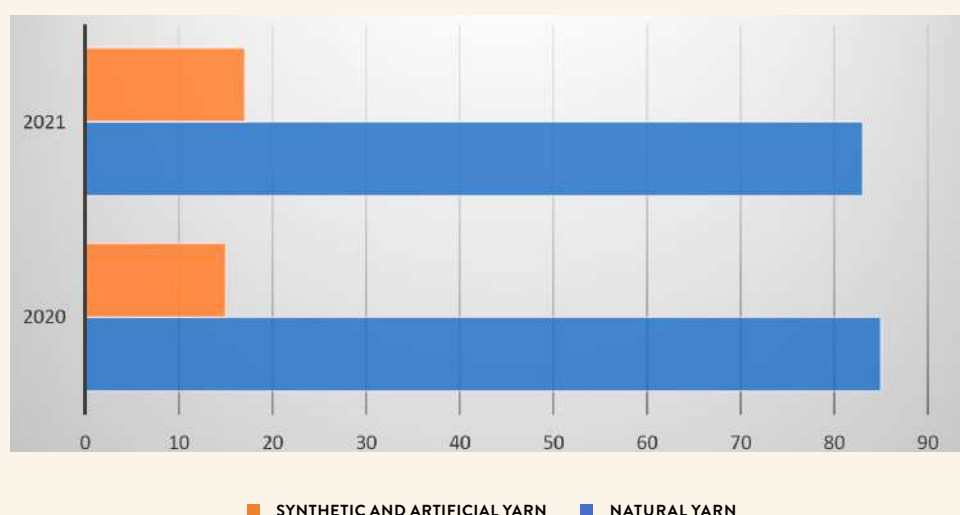
Our high quality is achieved through extensive sourcing of raw material and by the skilful workmanship that can take days of processing. This guarantees respect for the material as a natural fibre, which is then processed by a craftsman according to specific requests from the client.

DINOLE[®] has principally consumed yarn of natural origin in the biennium 2020-2021, as indicated in the table below.

YARN CONSUMPTION

TYPE OF YARN	2020	2021
NATURAL YARN	85%	83%
SYNTHETIC AND ARTIFICIAL YARN	15%	17%
TOTAL YARN	100%	100%

YARN CONSUMPTION IN % KG BY TYPE OF FIBRE



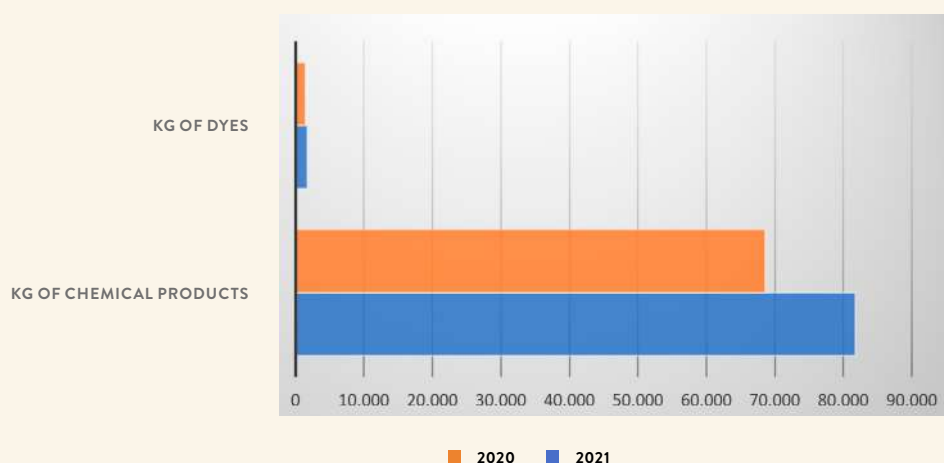
CONSUMPTION OF CHEMICAL PRODUCTS AND DYES

The consumption of chemical products and dyes in the company is a secondary input. They help to fulfil the requests of the clientele and to guarantee the exact desired gradation. They also guarantee that the consistency of the fabric persists over time.

YEAR	CHEMICAL PRODUCTS	DYES	TOTAL KG
2021	81.802	1.749	83.551
2020	68.594	1.493	70.087

DINOLE® behaves in a responsible and loyal fashion by using these chemical products and dyes, We search for products that give a better yield and which guarantee health and safety for both its employees during the working phase and for the end user in the prolonged use of the product. These products are disposed of correctly along with the waste water from the dyeing, thanks to an activated sludge system that allows the elimination of pollutants while cleaning the water used in the process.

CONSUMPTION OF CHEMICAL PRODUCTS AND DYES IN KG

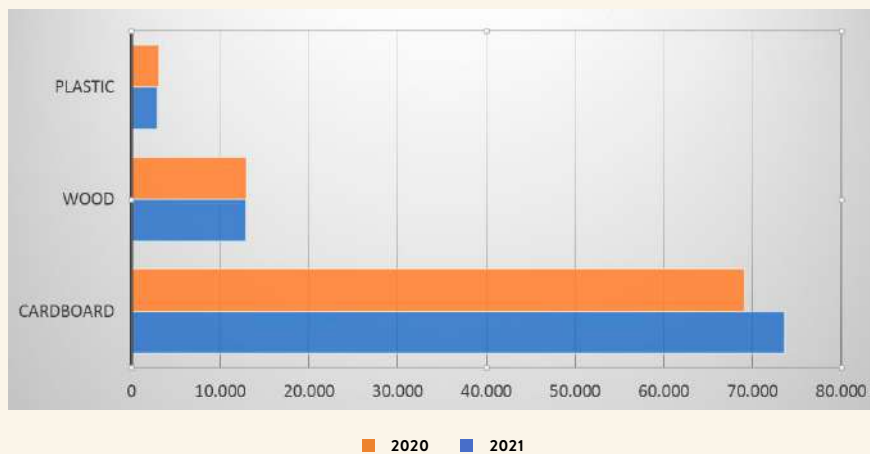


ANNUAL CONSUMPTION OF PACKAGING

DINOLE[®] supply chain becomes a competitive advantage insomuch as using the historical building that contains the entire production chain has reduced the impact of logistics to zero. The company only consumes the strictly necessary packing material. Other competitors need to transport it from one company to the other, incrementing packaging and transport at each phase of the productive process.

ANNUAL CONSUMPTION	KG 2020	KG 2021
CARDBOARD	69.081	73.592
WOOD	12.949	12.883
PLASTIC	3.087	2.910

PACKAGING CONSUMPTION IN KG



As the company has environmental themes at heart and wishes to consume as little packaging as possible, it has established relationships with “returnable” suppliers, in order to return some materials after their use. For example, the wooden pallets used by the company return to the producer, avoiding waste as much as possible.

5.2 ENERGY

“MINOR GOOD PRACTICES.

The company has been habitually against any waste including energy waste, and through the years it has tried to raise awareness among its employees by teaching them to “turn the light off.”

ENERGY AND GAS CONSUMPTION

The use of electric energy is essential during the various processing phases. Gas consumption is fundamental for the company, as it enables some processing phases like finishing and together with water, has a big impact on production.

In a particular way, the velvet and the fabrics are woven by some machinery which gives them that distinctive and unique look as well as maximum durability during the finishing phase.

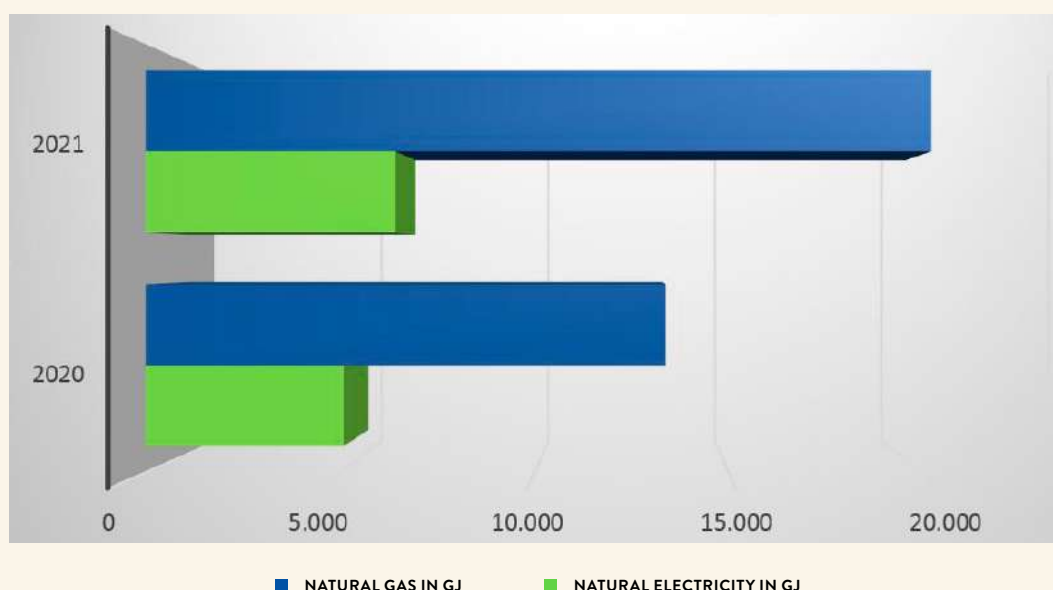
In this phase, gas heats the water in order to create enough steam for fabric’s manufacturing.

The water is then cooled down, to avoid emitting hot water into the environment. The wise management of the energy resources of the company favours conscious and sustainable consumption from both an environmental and social point of view.

This is the data on actual electricity and gas energy consumption in the 2020-2021 biennium:

TYPE OF CONSUMPTION (GJ)	2020	2021
ELECTRICITY ACQUIRED	5.094	6.419
NATURAL GAS FOR HEATING AND PRODUCTION PROCESSES	13.378	20.208

CONSUMPTION OF ELECTRICITY AND NATURAL GAS



ENERGY INTENSITY

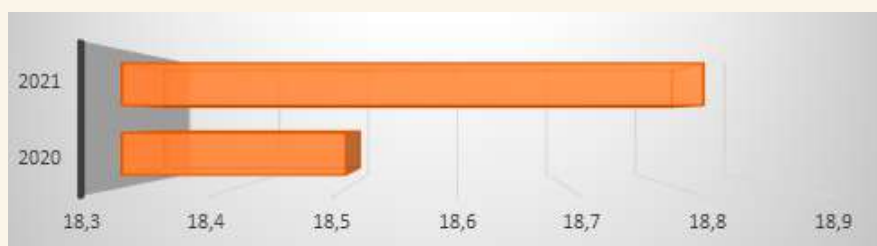
In recent years, the data resulting from the impact have shown a positive trend with respect to specific energy consumption (per unit of product and per unit of staff) which have been reduced in a relative sense.

ENERGY / METERS PRODUCED = ENERGY INTENSITY

ENERGY / N. OF EMPLOYEES = ENERGY INTENSITY

Energy intensity is calculated considering total energy, which is given by the sum of electric energy and of gas. It is necessary to convert cubic meters of gas into kWh to get to the total energy intensity and it corresponds to:

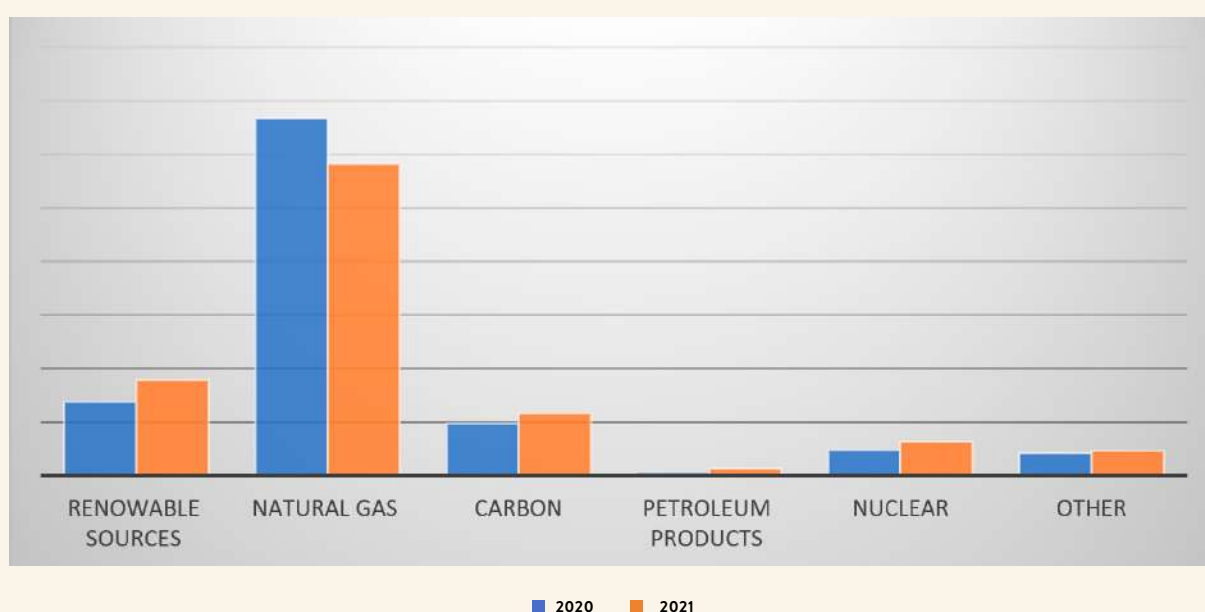
ENERGY INTENSITY	2020	2021
ENERGY/PRODUCED METRES (KWH/M)	18,50	18,82
ENERGY/NUMBER OF EMPLOYEES (KWH/DIP)	78.938,24	121.254,95



ENERGY FROM RENEWABLE AND SUSTAINABLE SOURCES

ENERGY SOURCES	2020	2021
RENEWABLE SOURCES (%)	13,86%	17,88%
NATURAL GAS (%)	66,73%	58,18%
CARBON (%)	9,82%	11,70%
PETROLEUM PRODUCTS (%)	0,73%	1,25%
NUCLEAR	4,71%	6,32%
OTHER	4,15%	4,67%

ELECTRIC ENERGY SOURCES



With a view to conscientious energy consumption, the company has verified supply sources that guarantee production performance every day, partly using energy from renewable sources and partly from natural gas. The latter is one of the least impactful for the environment when compared to other sources. The energy from renewable sources is obtained from natural and inexhaustible resources, as they are able to re-generate themselves continuously. These sources are a big advantage and a resource for both for the environment's safeguard and for human well-being. They are used to produce electricity as an alternative to fossil fuels.

5.3 WATER AND WATER STEWARDSHIP

For Manifattura Tessile Di Nole, the stewardship of water has always been a priority because company policy recognizes the importance of its correct use in both quantity and in the treatment of waste.

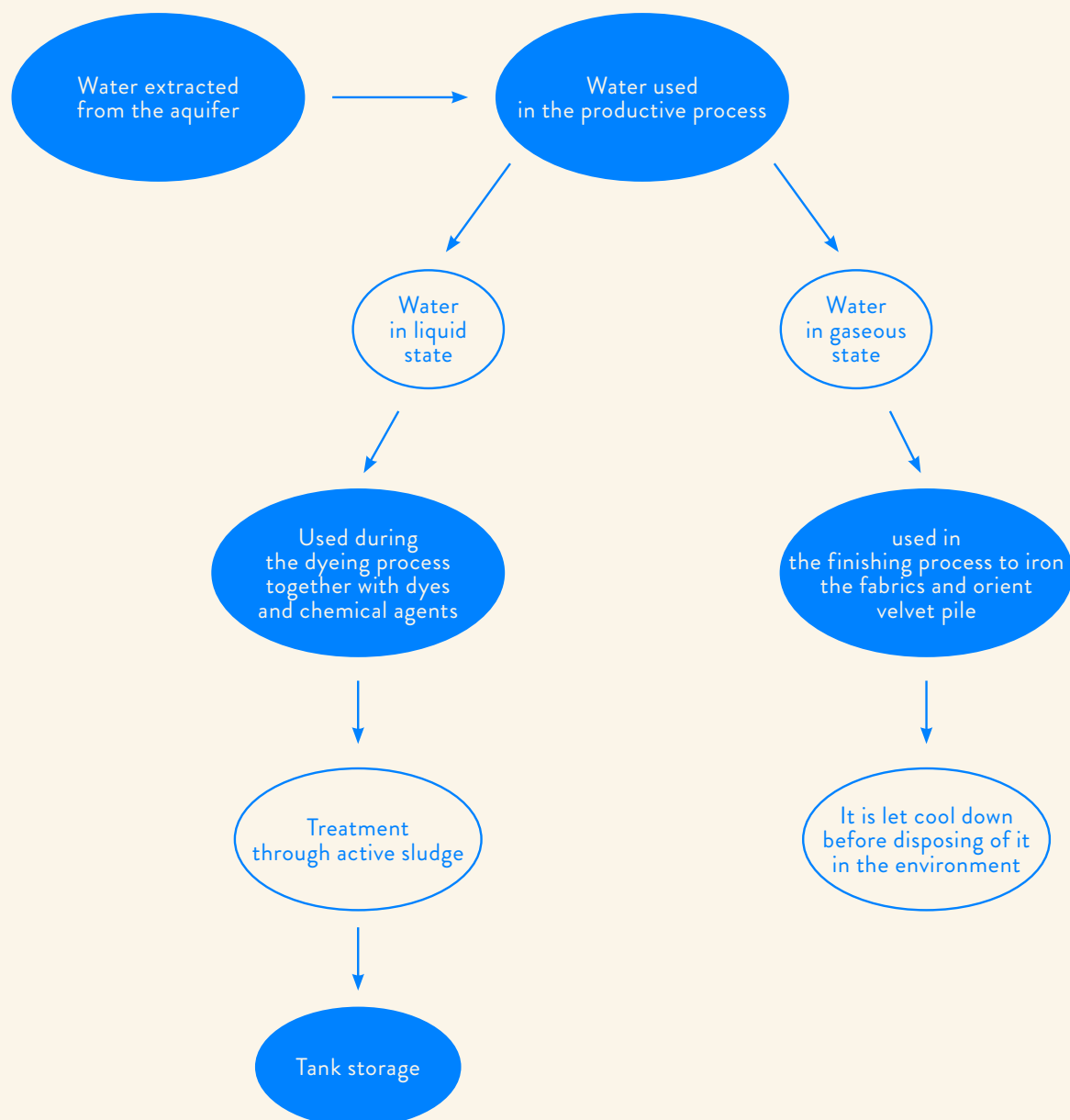
The company avails of an aquifer and respects municipal consumption regulations. Water is taken from the aquifer, used in productive processes like dyeing and finishing and then put into special tubs with activated sludge inside, which are suitably treated and maintained in order to purify the water.

Purification through the active sludge biological process is an aerobic treatment using prolonged ventilation of the waste water in a biological reactor. The bacteria used to purify come in flakes and are suspended by air insufflation. The active sludge is composed of microorganisms such as bacteria, protozoa, metazoans, etc. which are constantly produced by reactions deriving from the degradation of organic carbon and thanks to the nutrients. The active sludge system is composed of a reaction tank where the bacterial population meets the waste water to purify it. Once the blend has been aerated, it goes through a sedimentation process where the active sludge flakes get separated from the purified effluent. This is then discharged from the decanter while the sludge is recirculated in the loop again.

For the future, DINOLE® is considering strategies that would allow the reuse of the same water, thus reducing the waste even more, as per a circular economy.

The water management adopted by DINOLE® is planned, with the water being sent to the various process areas according to need. Indeed, the water is first drawn from the underlying water table. It is then divided according to its productive process; some will go in a liquid state to the dyeing process and some in a gaseous state to the finishing process. It is used to dissolve dyes and chemical agents in the dyeing process. Once used, it is put into tanks with bacterial populations (active sludge) which are in charge of purifying the waste water from the dye. The bacteria are then set aside and put back into circulation, while the purified water is collected and put into a tank. Water is also used in vapour form for ironing the fabrics and brushing the velvet fibres in the finishing process. Once used, this water is let cool down before being released into the environment. Through these two treatments water is free of pollutants and let cool down in order to not entail environmental damage to protect flora and fauna.

OUR WATER MANAGEMENT PROCESS

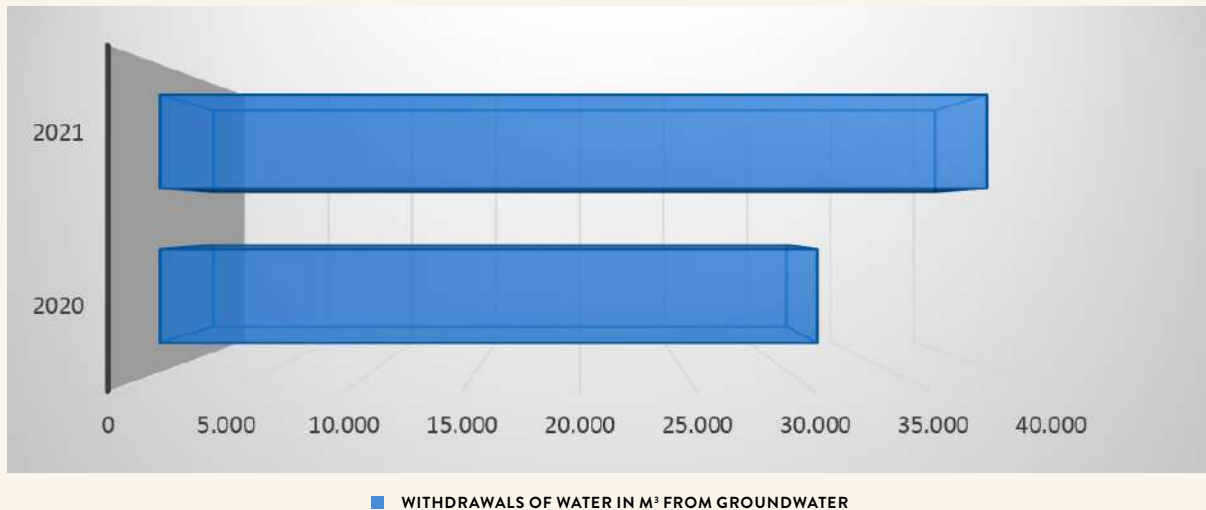


WATER WITHDRAWAL

the water withdrawals measured in the two-year period were as follows:

WATER WITHDRAWAL BY SOURCE (m ³)	2020		2021	
	ALL AREAS	AREAS WITH WATER STRESS	ALL AREAS	AREAS WITH WATER STRESS
SURFACE WATER (M ³)	0	0	0	0
GROUNDWATER (M ³)	31.310	0	39.400	0
THIRD PARTY WATER (M ³)	0	0	0	0
TOTAL	31.310	0	39.400	0

WITHDRAWALS OF WATER IN M³

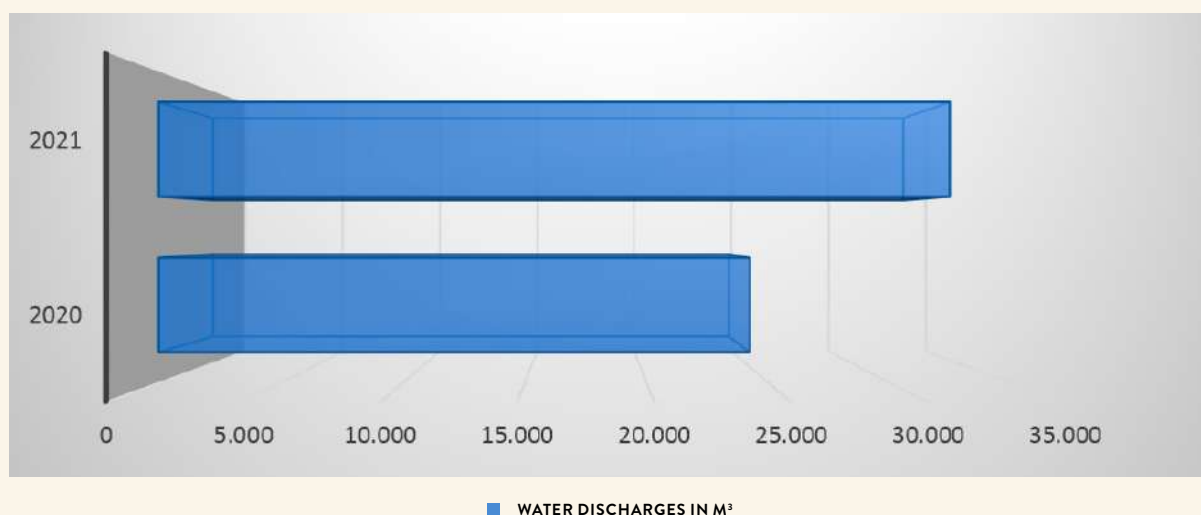


WATER DISCHARGES

the water discharges measured in the two-year period were as follows:

WATER DISCHARGE BY TYPE OF DESTINATION	2020		2021	
	ALL AREAS	AREAS WITH WATER STRESS	ALL AREAS	AREAS WITH WATER STRESS
SURFACE WATER (M³)	0	0	0	0
GROUNDWATER (M³)	0	0	0	0
THIRD PARTY WATER (M³)	0	0	0	0
FRESH WATER (≤ 1000 M³ TOTAL DISSOLVED SOLIDS)	24.224	0	32.415	0
OTHER WATER (> 1000 M³ TOTAL DISSOLVED SOLIDS)	0	0	0	0
TOTAL	24.224	0	32.415	0

WATER DISCHARGES IN M³

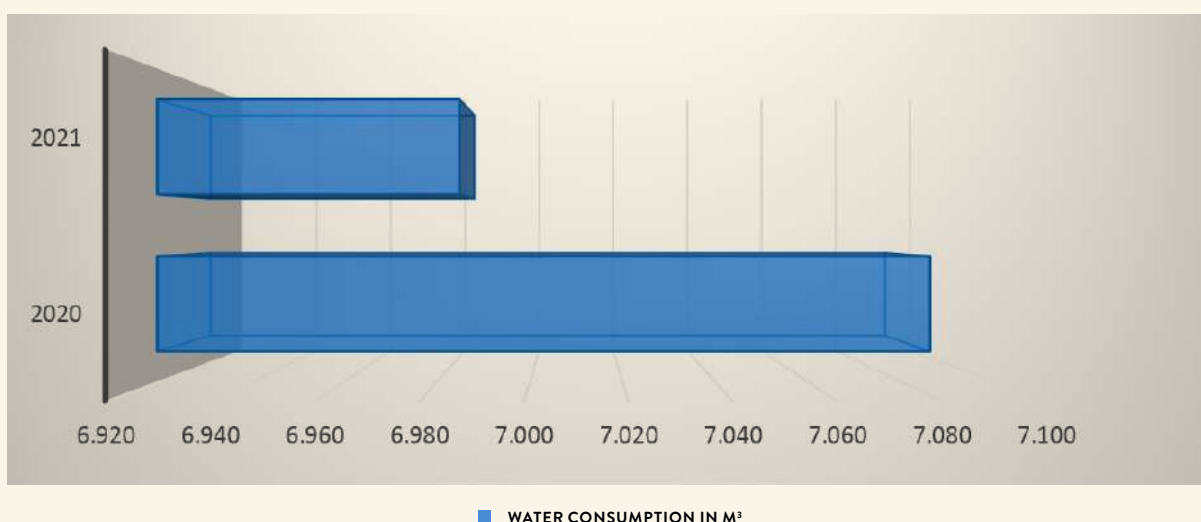


WATER CONSUMPTION

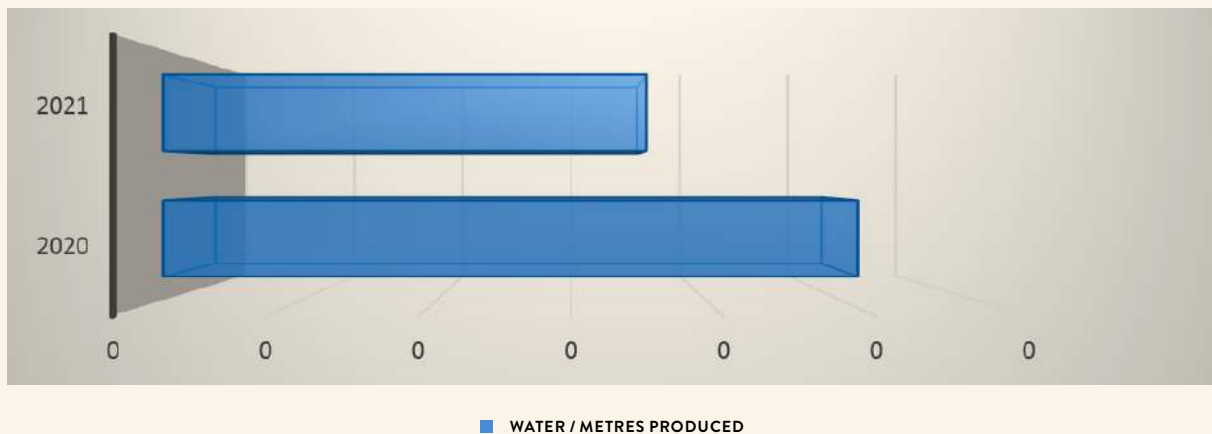
Water consumption detected in the two-year period:

WATER CONSUMPTION	2020		2021	
	ALL AREAS	AREAS WITH WATER STRESS	ALL AREAS	AREAS WITH WATER STRESS
TOTAL WATER CONSUMPTION (M3)	7.086	0	6.985	0
CONSUMED WATER PER METRE PRODUCED (M3/M)	0,025545722	0	0,017770669	0

WATER CONSUMPTION IN M³



WATER CONSUMPTION / METRES PRODUCED



Manifattura Tessile Di Nole operates in accordance with the principles of responsible and sustainable consumption and is studying methods to reduce water consumption more and more, both directly and indirectly and through reusing it in different productive cycles.

5.4 EMISSIONS

DIRECT GHG EMISSIONS (SCOPE 1):

the SCOPE 1 direct emissions that have been calculated for the two-year period 2020-21 are the following:

INPUT (TCO ₂ e)	2020		2021	
	PROCESS FUEL	HEATING FUEL	PROCESS FUEL	HEATING FUEL
PETROL	0	0	0	0
GPL	0	0	0	0
DIESEL	0	0	0	0
NATURAL GAS	0	752,23021	0	1.136,3283
TOTAL	0	752,2301	0	1.136,3283

Emissions in 2021 have been calculated with Italian energy mix and energy mix factor of 2020 (296,3).

INDIRECT (SCOPE 2) GHG EMISSIONS FROM ELECTRICITY CONSUMPTION:

the indirect GHG emissions (SCOPE 2) from electricity consumption that have been calculated for the two-year period 2020-21 are the following:

INPUT (TCO ₂ e)	2020		2021	
	LOCATION BASED	MARKET BASED	LOCATION BASED	MARKET BASED
ELECTRICITY ENERGY ACQUIRED	419,26835	890,2874136	528,34972	1121,91416

Emissions in 2021 have been calculated with Italian energy mix and energy mix factor of 2020 (296,3)

In the evaluation of emissions DINOLE[®] has estimated the following concentration of pollutants NO₂ and CO:

OTHER EMISSIONS	2020			2021		
	CONC.MEDIA + DEVIAZIONE STANDARD (MG/NM3)	VALORE LIMITE CONC. (MG/NM3)	%	CONC.MEDIA + DEVIAZIONE STANDARD (MG/NM3)	VALORE LIMITE CONC. (MG/NM3)	%
NITROGEN OXIDES (NO ₂)	103,56	150	69,00%	103,29	150	68,90%
CARBON MONOXIDE (CO)	4,27	100	4,30%	4,87	100	4,90%

**MINIMUM LIMITS ARE NOT REACHED
(FOR THE POLLUTANTS)**

Considering 100 as the minimal value defined by the regional and national laws for the direct GHG emissions, DINOLE[®]'s emissions have turned out to be much lower than the imposed limit for the two major pollutants and has reduced and contained them from one year to the other.

- The percentages given in the table refer to the values compared to the concentration limit of mg/Nm³.
- The values are the result of an estimate made by an external company which is specialized in the sector.

DINOLE[®] has amply respected the limit of permitted emissions in the years considered, avowing sharp improvement and a positive trend for each pollutant. Furthermore, the company's chimneys are subject to periodical checks and revision by both employees and by external third parties, in order to guarantee the correctness of the data.

This emission containment is particularly virtuous for the company, not only for having widely respected the imposed limits, but also for having taken care of the health of the local communities and the surrounding environment. Indeed, nitrogen dioxide (NO₂) considerably affects the air quality and its reduction involves an easily perceptible benefit. The fact that only 4.6% carbon monoxide is emitted is particularly relevant. Indeed, if carbon monoxide is released in uncontrolled quantities, it can lead to severe latent damage to human health. It is released when combustion is incomplete.

The emissions can also have an indirect impact, such as, which materials are used in the production of the fabric. Indeed, it is clear that the choice of natural raw materials (cotton, wool, silk, cashmere...) is much more sustainable and eco-friendly, as a survey conducted on the textile companies shows. Naturally, these materials do not have petroleum, unlike synthetic fibre. In addition, in terms of CO₂, the impact is much lower. For example, producing 1 kg of cotton causes 5,9 tons of CO₂, compared to how 1 kg of polyester causes 9,52 tons of CO₂. A similar parallel can also be made based on energy consumption, where cotton, a natural fibre, is much more sustainable. It consumes 15kWh for 1 kg, while polyester consumes 34 kWh per kg (more than double!).

AVOIDED IMPACTS

As the company operates entirely within its own premises, it has been able to avoid different environmental impacts caused by transport. We have decided to estimate them and convert them into tonnes of CO₂ to make them comparable. The calculation is based on estimates that begin with the dyed meters of wool, other fibres and from the number of beams. Then, based on their destination, assuming round trips to potential service suppliers and assuming maximum loads of the adequate means of transport, we have made our comparisons. This has led to an estimate of the avoided CO₂ tons in the quantity shown in the table:

INPUT	2020			2021		
	TONNES OF PRODUCT	HYPOTHETICAL DISTANCE (KM)	AVOIDED EMISSION (TCO ₂ e)	TONNES OF PRODUCT	HYPOTHETICAL DISTANCE (KM)	AVOIDED EMISSION (TCO ₂ e)
MT. DYED WOOL	18,5	180	4,24	40,62	180	8,49
MT. DYED OTHER FIBERS	119,47	896	21,13	172,57	896	42,25
N°BEAMS	345,52	180	8,49	565,98	180	12,73
TOTAL	483,49	1256	33,86	779,17	1256	63,47

As can be seen from the calculations, having the whole productive chain inside the company permits rapid execution of the order and step by step verification of quality. In addition, it avoids a considerable quantity of emissions, within the national limits, benefiting both the environment and the population.

5.5 WASTE

WE DO NOT THROW OUT WASTE

WASTE DIVIDED BY TIME AND DISPOSAL METHOD

The data relating to waste in the two-year period 2020-21 are shown in the following tables:

TYPE OF WASTE (KG)	2020		2021	
	NON DANGEROUS	DANGEROUS	NON DANGEROUS	DANGEROUS
PAPER AND CARDBOARD	45.000	0	55.000	0
WOOD	900	0	2.800	0
PLASTIC	460,00	0,00	891,00	0,00
PROCESSED TEXTILE FIBRES	23.090	0	45.970	0
SLUDGE FROM BIOLOGICAL TREATMENT OF INDUSTRIAL WASTE WATER	30.970,00	0,00	0,00	0,00
SLUDGES PRODUCED BY ON-SITE TREATMENT	7640	0	4.750	0
PACKAGING IN MIXED MATERIALS	16.730,00	0,00	24.830,00	0,00
DISCONTINUED EQUIPMENT	290,00	0,00	0,00	0,00
SCRAP OF IRON AND STEEL	5.840,00	0,00	4.420,00	0,00
SATURATED OR SPENT ION EXCHANGE RESINS	1.100,00	0,00	0,00	0,00
NON-CHLORINATED MINERAL OILS FOR MOTORS, GEARS AND LUBRICATION	0,00	0,00	0,00	135,00
PACKAGING CONTAINING RESIDUES OF OR CONTAMINATED BY DANGEROUS SUBSTANCES	0,00	740,00	0,00	1.030,00
ABSORBENTS, FILTER MEDIA (INCLUDING OIL FILTERS NOT OTHERWISE SPECIFIED), RAGS AND PROTECTIVE CLOTHING, CONTAMINATED WITH HAZARDOUS SUBSTANCES	0,00	209,00	0,00	85,00
END-OF-LIFE EQUIPMENT CONTAINING DANGEROUS COMPONENTS	0,00	55,00	0,00	0,00
FLUORESCENT TUBES AND OTHER MERCURY-CONTAINING WASTES	0,00	50,00	0,00	0,00
OTHER INSULATING MATERIALS CONTAINING OR CONSISTING OF DANGEROUS SUBSTANCES	0,00	120,00	0,00	0,00
ORGANIC WASTE, CONTAINING DANGEROUS SUBSTANCES	0,00	0,00	0,00	1.140,00
TOTAL	132.020	1.174	138.661	2.390

WASTE GENERATED

In recent years, DINOLE[®] has given growing attention to reducing waste. All waste from the productive phases is collocated according to how it can be reused in the circular economy.

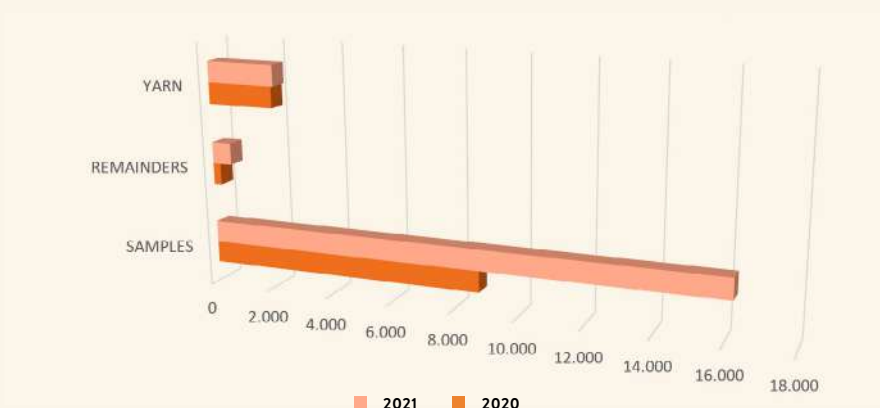
Unfinished spools, remainders and samples are sold to companies who can reuse them, while mixed scraps are correctly disposed of as textile waste. Thanks to being self contained, logistic packaging for the transport of goods is spared between one production phase and another.

Management of significant waste-related impacts.

Production, treatment and waste disposal may furthermore pose a risk for human and environmental health. For this reason, it is important to have a well developed waste managerial system that sends the waste from each process to a specific depot with a competent sanitation agent.

TYPE OF WASTE IN SOLD KG	2020	2021
SAMPLES	8.789	16.226
REMAINDERS	250	631,8
STOCK YARN	2.149,31	2.218
TOTAL	11.188,31	19.075,80

PRODUCTION WASTE FOR REUSE/RECYCLE IN KG



5.6 NON COMPLIANCE

DINOLE[®] has never had to pay pecuniary penalties or sanctions for non adherence to laws and/or environmental regulations. Furthermore, the organization has not identified any kind of non compliance to environmental regulations.

	2020	2021
NUMBER OF ENVIRONMENTAL LAWSUITS	0	0

5.7 BIODIVERSITY

WE NOURISH BIODIVERSITY

Safeguarding biodiversity is a particularly relevant aspect for responsible business practices. Indeed, it is a matter of preserving and taking care of the natural environment and plants, as well as protecting natural varieties. Biodiversity is the variability between living organisms in their ecosystems. This variety must be protected as it is fundamental for life. DINOLE[®] nurtures biodiversity, not just as a goal to respect, but also on its land, where over 200 trees make up a beautiful orchard.



Protecting biological diversity is important to guarantee the survival of animal and plant species, genetic diversity and the natural ecosystems.

Furthermore, the natural ecosystems give clean air and water, as well as contributing to food security and human health. Biodiversity also directly contributes to the local communities' subsistence, becoming essential to the reduction of poverty and facilitating sustainable development.

6.

HUMAN AND INTELLECTUAL CAPITAL

“Development of skills, abilities and experience, as well as providing motivation to innovate, including: sharing and supporting the governance model and the risk management approach, as well as the ethical values of our organization; the ability to understand, develop and implement the strategy of an organization; loyalty and commitment to the improvement of processes, goods and services, including their ability to guide, manage and collaborate.”

6.1 THE FAMILY: WHO WE ARE

DINOLE® considers its collaborators as fundamental, because they are valuable and a source of competitive advantage for the development of the company. For this reason, the company believes that the managerial policies of Human Resources is a strategic instrument.

OUR RESOURCES ARE HUMAN

MANAGEMENT OF EMPLOYEES

M.T. Di Nole M.T. SpA protects and enhances its Human Resources, pledging to maintain the necessary conditions for each member's professional growth, knowledge and abilities, as well as offering professional update training and any initiatives aimed at pursuing this objective. M.T. Di Nole M.T. SpA promotes employee participation in the life of the company, giving participative instruments which are able to collect opinions and suggestions, thus guaranteeing broad participation. Notwithstanding the fact that employees are well disposed towards the company, no employee can be obliged to perform tasks or favours which are not due according to his/her contract or to his/her role in the company.

In this respect, the company strives to develop and maintain the competences of the personnel (with training, induction and coaching courses), as well as maintaining motivation. Furthermore, DINOLE® considers the commitment to health and security during work as a priority.

The staff is made up of 65 employees. All workers are protected by a national collective contract.

The staff is made up of 61 employees. All workers are protected by a national collective contract.

DINOLE[®] regularly exchanges opinions with workers' representatives on about life in the company, fully respecting prerogatives foreseen by CCNL (National Collective Agreement) and by company agreements. This has allowed us to reach elevated agreement on correctness for conditions of employment, safety and equal opportunity.

TOTAL NUMBER OF EMPLOYEES

New employee hires and employee turnover.

EMPLOYEES	2020	2021
TOTAL NUMBER OF EMPLOYEES	65	61

INFORMATION ON EMPLOYEES AND OTHER WORKERS

the following tables show the data relating to employees:

TYPE OF CONTRACT	2020			2021		
	M	F	TOTAL	M	F	TOTAL
PERMANENT CONTRACT	25	34	59	21	34	55
TEMPORARY CONTRACT	5	1	6	5	1	6
TOTAL	30	35	65	26	35	61

COLLECTIVE BARGAINING AGREEMENTS

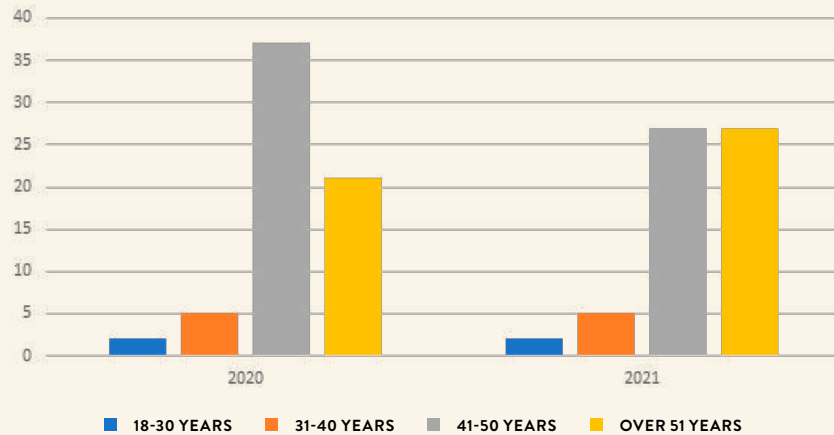
100% of employees are covered by collective bargaining agreements:

NUMBER OF EMPLOYEES	2020	2021
% OF TOTAL EMPLOYEES COVERED BY COLLECTIVE BARGAINING AGREEMENTS	100%	100%

DIVERSITY OF GOVERNANCE BODIES AND EMPLOYEES

AGE	2020				2021			
	18-30 YEARS	31-40 YEARS	41-50 YEARS	OVER 51 YEARS	18-30 YEARS	31-40 YEARS	41-50 YEARS	OVER 51 YEARS
WORKERS	2	4	22	15	2	4	18	18
INTERMEDIATORIES	0	0	4	3	0	0	3	2
EMPLOYEES	0	1	11	2	0	1	6	7
MANAGEMENT	0	0	0	1	0	0	0	0
TOTAL	2	5	37	21	2	5	27	27

QUALIFICATIONS BY AGE



CATEGORIES	2020				2021			
	M	F	TOTAL	% WOMEN EMPLOYED	M	F	TOTAL	% WOMEN EMPLOYED
WORKERS	17	26	43	61,36%	16	26	42	61,90%
INTERMEDIETORIES	7	0	7	0%	5	0	5	0%
EMPLOYEES	5	9	14	64,28%	5	9	14	64,28%
MANAGEMENT	1	0	1	0%	0	0	0	0%
TOTAL	30	35	65	54%	26	35	61	57,37%

NEW EMPLOYEE HIRES AND EMPLOYEE TURNOVER

GENDER	2020		2021	
	ENTRANCES	EXITS	ENTRANCES	EXITS
MEN	5	4	4	8
WOMEN	1	1	0	0
TOTAL	6	5	4	8

Over the years, the company has maintained a constant number of employees in order to guarantee a constant contribution of human capital. The company turnover is perceived as a moment where the know-how of a craftsman's job is passed on to new generations.

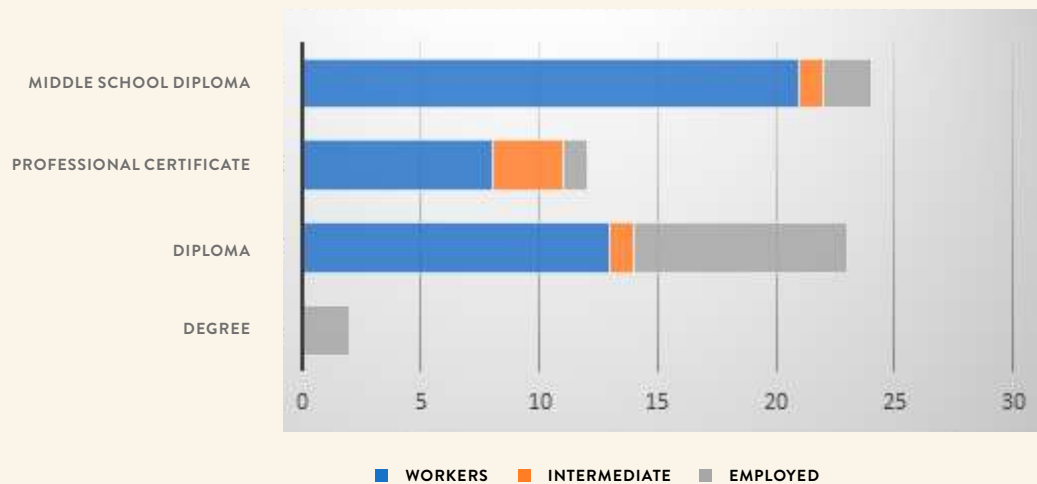
WORK-RELATED INJURIES

RATE	2020	2021
RATE OF ACCIDENTS AT WORK	1,54%	0%
RATE OF SERIOUS ACCIDENTS AT WORK (EXCLUDING DEATHS)	0%	0%
ADJUSTABLE RATE OF ACCIDENTS AT WORK	0%	0%

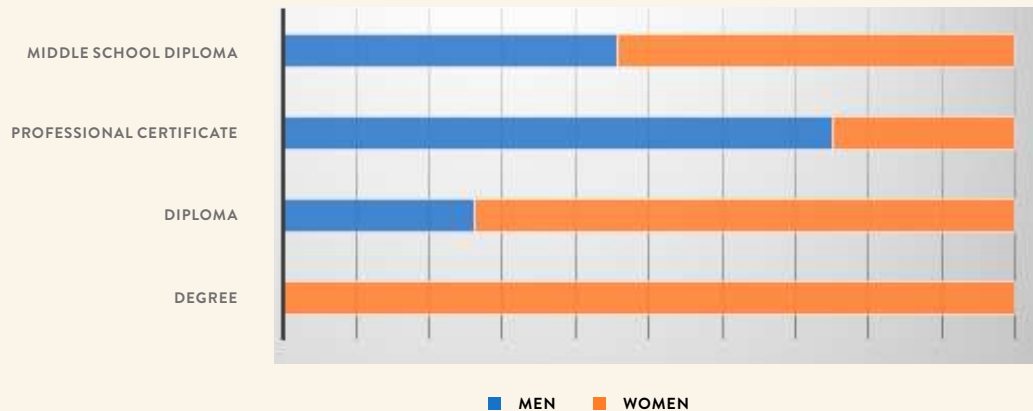
6.2 DEVELOPMENT AND IN-HOUSE TRAINING

In-company training is a fundamental component for us, because the formulas and know-how of a job are a well kept secret in which the precious techniques of the past are passed on. These secrets and know-how cannot be found in textile books and have been rather passed on from generation to generation since 1913.

EDUCATIONAL QUALIFICATION OF PERSONNEL 2021



GENDER ANALYSIS 2021



All employees working in the company need to know and try every job in the productive chain in order to have a 360° view on production, as well as to understand possible problems/difficulties deriving from each process.

WE HAVE TECHNICAL ABILITIES

Each time a new employee is hired, he/she gets support from an experienced worker, who instructs them on production techniques and is in charge of their training.

This approach promotes strong cohesion between employees, as well as great product culture.

HOURS OF TRAINING ON THE JOB AND “ON-BOARDING” PROGRAM OF THE NEW ENTRIES

3 MONTHS PER PERSON = AROUND 500 HOURS PER PERSON

DINOLE[®] also arranges specific training for new employees so as to introduce the worker to their assigned job in the company. It is structured as follows:

AVERAGE TRAINING HOURS

JOB	2020	2021
	TRAINING TIME	TRAINING TIME
WARPAPER	8 MONTHS	8 MONTHS
JACQUARD TEXTILE WORKER	2 MONTHS	2 MONTHS
JACQUARD TEACHER	4 MONTHS	4 MONTHS
JACQUARD ASSISTANT	6 MONTHS	6 MONTHS
VELVET TEXTILE WORKER	4 MONTHS	4 MONTHS
VELVET TEACHER	6 MONTHS	6 MONTHS
VELVET ASSISTANT	12 MONTHS	12 MONTHS
DYER	12 MONTHS	12 MONTHS
STENTER OPERATOR	4 MONTHS	4 MONTHS
FINISHING OPERATOR	8 MONTHS	8 MONTHS

Indeed, the length of each training module differs according to the complexity of the job and the responsibility that the employee takes on. This is to safeguard the high quality that we are so well known for.

CATEGORIES	2020				2021			
	WORKERS	INTERMEDIARIES	EMPLOYEES	MANAGEMENT	WORKERS	INTERMEDIARIES	EMPLOYEES	MANAGEMENT
MANDATORY SAFETY TRAINING	54	9	17	1	2	3	5	0
TRAINING IN ADMINISTRATIVE MATTERS	0	0	4	1	0	0	0	0
OTHERS	1	0	0	0	0	0	0	0
TOTAL	55	9	21	2	2	3	5	0

RATIO OF BASIC SALARY AND REMUNERATION OF WOMEN TO MEN

BASIC SALARY	2020			2021		
	MEN	WOMEN	RATIO WOMEN AND MEN	MEN	WOMEN	RATIO WOMEN AND MEN
WORKERS	19733	22607	15%	21833	22693	4%
WORKERS AT 31/12	17	26		16	26	
INTERMEDIATORIES	30103	0	-100%	30863	0	-100%
INTERMEDIATORIES AT 31/12	7			5		
EMPLOYEES	54064	28943	-46%	56614	28591	-49%
EMPLOYEES AT 31/12	5	9		5	9	
MANAGEMENT	58103	0	-100%	0	0	0%
MANAGEMENT AT 31/12	1					

INCIDENTS OF DISCRIMINATION AND CORRECTIVE ACTIONS TAKEN

RATE	2020	2021
RATE OF INCIDENTS OF DISCRIMINATION	0%	0%

6.3 LIFE BALANCE

There is a fine balance between working life and private life in DINOLE[®]. The policy adopted is life-balance oriented in order to facilitate employees in managing their working life related to their private one. This is also favoured by being geographically close to the company.

43% OF THE EMPLOYEES IN DI NOLE TEXTILE MANUFACTURE LIVE LESS THAN 2 KILOMETRES FROM THE COMPANY AND 65% LIVE LESS THAN 5 KILOMETRES AWAY.

DISTANCE FROM M.T DI NOLE (KM)	2020					2021				
	0-2	2,1-5	5,1-10	10,1-20	+20	0-2	2,1-5	5,1-10	10,1-20	+20
WORKERS	20	8	6	5	4	20	7	5	5	4
INTERMEDIATORIES	2	2	2	0	0	2	2	1	0	0
EMPLOYEES	6	4	1	3	1	6	4	1	3	1
MANAGEMENT	0	0	0	1	0	0	0	0	0	0
TOTAL	28	14	9	9	5	28	13	7	8	5

MANAGEMENT OF WORK DISTRESS

The company firmly commits to fight against episodes such as mobbing, stalking, psychological violence and any discriminatory or harmful behaviour against people's dignity whether it is done outside or inside the company's walls. Relationships between employees must be carried out with loyalty, correctness and mutual respect, as well as with awareness of the values of civil cohabitation and of personal freedom. Employees may refer any working distress to the doctor.

7.

THE SOCIAL AND RELATIONAL CAPITAL

“ Institutions and relations between or in the community, stakeholder groups and other networks, as well as the possibility of sharing information in order to increase individual and collective welfare.”

7.1 DINOLE® AND THE LOCAL COMMUNITY

Di Nole textile manufacture has always participated in community life because for more than 100 years it has given work and life to the town of Nole, hiring local personnel and ensuring their development along with the company's. Between 1913 and the present, more than 4.400 people have worked in the premises in Nole. Since all the company's employees live nearby, various families have been able to continue living in the area on a permanent basis and others have moved there, bringing business to the area.

OUR CAPITAL IS SOCIAL

7.2 GENERATIONAL CONNECTIONS

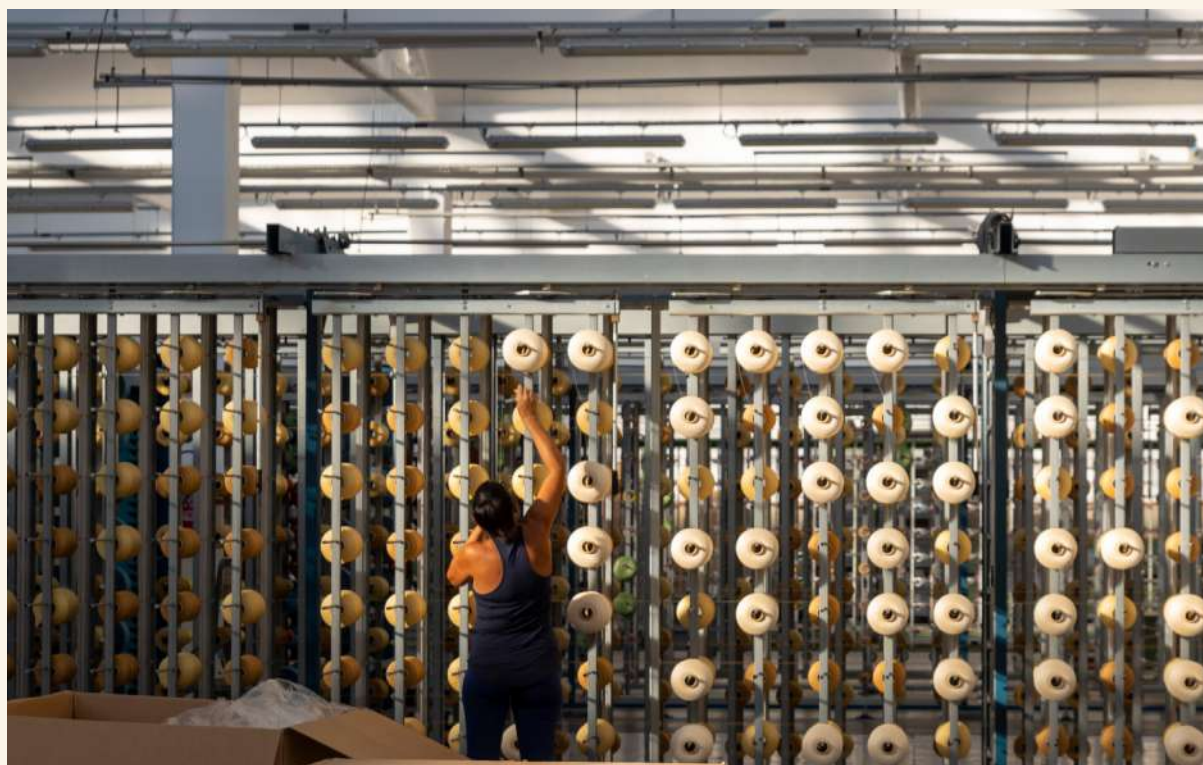
DINOLE® cares not only for its employees' and their families' needs, but it itself has grown and has raised different generations of those families.

THE ROOTS ARE HERE

RELATIVES	2020	2021
	N. OF EMPLOYEES WHO HAVE RELATIVES WHO HAVE WORKED IN DINOLE	N. OF EMPLOYEES WHO HAVE RELATIVES WHO HAVE WORKED IN DINOLE
SPOUSES	5	5
SIBILINGS	16	16
PARENTS	20	20
COUSINS	11	11
AUNTS/UNCLES	16	16
GRANDPARENTS	17	17
GREAT-GRANDPARENTS	1	1
TOTAL	85	85

LOCAL KNOW-HOW MUST NOT BE LOST

As you can see from the table, there are 4 distinct generations which can be divided into present employees, parents, grandparents and great-grandparents who have worked for the company. In most analysed cases, nearly half of the current employees is the third generation, as they have had at least one parent employed in the company, as well as at least one grandparent. In the most enduring cases, they are from the fourth working generation of the same family.



8.

APPENDIX

8.1 REPORT PROFILE

GRI	SPECIFIC INDICATOR	PAGE
ORGANIZATIONAL PROFILE		
102-1	Name of the organization	Pag. 7
102-2	Activities, brands, products and services	Pag. 10
102-3	Location of headquarters	Pag. 7
102-4	Location of operations	Pag. 6
102-5	Ownership and legal form	Pag. 7
102-6	Markets served	Pag. 11
102-7	Scale of the organization	Pag. 45
102-8	Information on employees and other workers	Pag. 46
102-9	Supply chain	Pag. 21
102-10	Significant changes to the organization and its supply chain	Pag. 7
102-11	Precautionary principle	Pag. 14
102-12	External initiatives	Pag. 10
102-13	Membership of associations	Pag. 10
102-14	Statement from senior decision maker	Pag. 4
102-16	Values, principles, standards and norms of behaviour	Pag. 7
102-18	Governance structure	Pag. 7
102-40	List of stakeholder groups	Pag. 12
102-41	Collective bargaining agreements	Pag. 45-46
102-42	Identifying and selecting stakeholders	Pag. 12
102-43	Approach to stakeholder engagement	Pag. 14
102-44	Key topics and concerns raised	Pag. 14
102-45	Entities included in the consolidated financial statements	Pag. 5
102-46	Defining report content and topic boundaries	Pag. 28
102-47	List of material topics	Pag. 16
102-48	Restatements of information	Pag. 5
102-49	Changes in reporting	Pag. 19
102-50	Reporting period	Pag. 5
102-51	Date of most recent report	Pag. 19
102-52	Reporting cycle	Pag. 5
102-53	Contact point for questions regarding the report	Pag. 5
102-54	Claims of reporting in accordance with the GRI Standards	Pag. 5
102-55	GRI content index	Pag. 5

MANAGEMENT PROCEDURES		
103-1	Explanation of the material topic and its boundary	Pag. 17
ECONOMIC PERFORMANCE		
204-1	Proportion of spending on local suppliers	Pag. 22
205-3	Confirmed incidents of corruption and actions taken	no incidents of corruption in 2020 and 2021
ENVIRONMENTAL PERFORMANCE		
301-1	Materials used by weight or volume	Pag. 22-29
302-1	Energy consumption within the organization	Pag. 32-34
302-3	Energy intensity	Pag. 33-37
303-2	Management of water discharge-related impacts	Pag. 35
303-3	Water withdrawal	Pag. 35
303-4	Water discharge	Pag. 35-37
303-5	Water consumption	Pag. 38
305-1	Direct (Scope 1) GHG emissions	Pag. 39
305-2	Energy indirect (Scope 2) GHG emissions	Pag. 39
306-2	Waste by type and disposal method	Pag. 42
306-3	Significant spills	Pag. 42
306-4	Transport of hazardous waste	Pag. 42
306-5	Water bodies affected by water discharges and / or runoff	Pag. 42
307-1	Non-compliance with environmental laws and regulations	Pag. 43
SOCIAL PERFORMANCE		
401-1	New employee hires and employee turnover	Pag. 44-47
403-5	Worker training on occupational health and safety	Pag. 52
403-9	Work-related injuries	Pag. 44-48
404-1	Average hours of training per year per employee	Pag. 44-49
405-1	Diversity of governance bodies and employees	Pag. 44-46
405-2	Ratio of basic salary and remuneration of women to men	Pag. 44-50
406-1	Incidents of discrimination and corrective actions taken	Pag. 44-50

8.2 GLOSSARY

GRI

The GRI acronym, Global Reporting Initiative, refers to an international non-profit organization which was set up in 1997. It promotes sustainability through framework development for non financial reporting.

INTERNATIONAL INTEGRATED REPORTING COUNCIL (IIRC)

It is an international organization, made up of Investors, companies and NGOs, which has developed the framework of integrated reporting. This is a process that allows all financial, environmental, social and of governance information to be merged into one document.

TON OF CO₂ EQUIVALENT

Unit of measurement that allows us to weigh together different greenhouse gas emissions with different climate-altering effects. For example, a ton of methane, which has a climate-changing potential 21 times higher than CO₂, is accounted for as 21 tons of CO₂ equivalent.

STAKEHOLDER

An entity or individual that can reasonably be expected to be significantly affected by the company's activities, products and services or whose actions may reasonably affect the company's ability to successfully implement its strategies and achieve its objectives (Source: GRI Standard).

SUPPLY CHAIN

By supply chain we mean the process that allows to bring a product or service to market, transferring it from the supplier to the customer.

GIGAJOULE (GJ)

The gigajoule is a multiple of the joule, the unit of measurement adopted by the International System for energy, heat and work, and corresponds to a billion of joules.

SCOPE 1 EMISSIONS

Direct greenhouse gases emissions (GHG) come from sources that are owned or controlled by the company: for example, emissions resulting from combustion in boilers, ovens, vehicles, etc. owned or controlled; emissions from chemical production in owned or controlled processing equipment (Source: GHG Protocol).

SCOPE 2 EMISSIONS

Scope 2 represents the greenhouse gas emissions associated with the generation of electricity purchased and consumed by the company. Purchased electricity is defined as electricity that is purchased or brought within the organizational boundaries of the company in another way. Scope 2 emissions are physically produced in the plant where the electricity is generated (Source: GHG Protocol).

GLOBAL COMPACT

Global Compact is a United Nations initiative, inaugurated in 2004, with the goal of involving companies in pursuing a responsible business in terms of human rights, environmental work and in the fight against corruption. Today 9,830 companies from 161 different countries have subscribed to it.

SUSTAINABLE DEVELOPMENT GOALS

The sustainable development goals (SDG), are the goals established in September 2015 by the International community when more than 150 international leaders met up at the United Nations to contribute to global development, promote human welfare and protect the environment. On this occasion the community of states approved the 2030 Agenda for sustainable development, setting 17 essential elements of sustainable development and 169 targets.

TOE

Tonne of Oil Equivalent (TOE) is a unit measurement which indicates the amount of energy freed from the combustion of a tonne of raw petroleum.

ISO14001

This is an international voluntary standard promoted by the international organization for Standardization which certifies that the organization has a managerial system to monitor the company's environmental impact.

OEKO-TEX STANDARD 100

This is an international standard which is certified by the same institution, and is specialized in the textile sector. It regulates the use of chemical substances in the fabrics to safeguard the final consumer.

OHSAS 18001

Occupational Health and Safety Assessment Series (OHSAS18001) is an international voluntary standard promoted by BSI which certifies that the organization has a managerial system to control safety and the well-being of the workers.

SA8000

This is an international voluntary standard promoted by Social Accountability International which certifies that the organization has a managerial system to monitor worker's conditions.

DINOLE®

VELLUTO

Serving The Best Worldwide Textile Editors

—— TURIN, PIEDMONT, ITALY ——