

2022 Sustainability Report

One of the leading manufacturers of high quality corrugated carton

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# **Our Targets**



2030 Net Zero 2025
40% Energy
consumption reduction

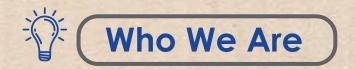
2025 20% Water consumption reduction



2025 Zero waste to



80%+
survival of the trees planted



Allpack Industries Limited is a leading manufacturer of corrugated cartons. It was established in 1992 and over the years, has adapted to the growing and changing needs of the market and is committed to achieving world-class manufacturing standards.

By investing in new modern machinery, Allpack continues to enhance productivity and efficiency in product delivery whilst adhering to international standards.

## **Our Products**

We manufacture durable cartons and packaging bags of all sizes, styles, and shapes. Our packaging products range from fast-moving consumer goods (FMCG) sector cartons, horticulture sector cartons, floriculture cartons, and many other packaging products.



# **Our Commitment**

We have a long-standing commitment to operating in a socially, environmentally, and economically responsible manner, aligning the company's impact with the UN Sustainable Development Goals.

As a future-focused business, we are mindful of the latest climate science that demonstrates the risks that climate change presents to our business, society, and the planet. We are guided by the AKDN Environment and Climate Commitment Statement which highlights key underlying principles including:

- Responsible stewardship of the environment;
- Focusing on improving the quality of life;
- Demonstrating proactive, socially responsible, and values-oriented leadership
- Leading by example and sharing our experiences with others

We commit to pursuing efforts to limit global temperature rise to 1.5°C above pre-industrial levels, by achieving Net Zero by 2030. Sustainability is at the core of our operations, and we have adopted innovative initiatives to ensure that we serve our stakeholders sustainably. Our programmes focus on our people, our environment and the communities around us. Being the first local company to be certified by the Forest Stewardship Council, we ensure that all the raw materials come from well-managed sustainable forests.



# **Our Key Initiatives**



Net zero action plan outline developed (21%).



Meet our targets for energy, water and waste.



Plant thousands of trees and ensure 80%+ survival rate of the trees planted.



To maintain and support our peoples' health and wellbeing, through our wellness program.



All machines at PPD and CCD fitted with sub-meters for energy usage monitoring.



All steal lines lagged to reduce energy loss.



Trained boiler attendants and technicians on boiler efficiency



RO membrane changed and reset from 50 % waste; 50 % production to 40% waste; 60 % production.



# Summary 2021-2022



7%
Electricity
consumption
efficiency



6% Solar utilization improvement



50% Water usage efficiency



99% Waste recycled



16%
Biomas usage efficiency



15% HFO usage reduction



7% Scope 1 and 2 emissions improvement



80%+
Tree Survival





# **Net Zero Journey**

13 CLIMATE ACTION



**Our Commitment** 





The following decarbonisation plan aims to highlight the mitigation actions Allpack Industries Limited, will undertake to further reduce emissions from its own operations, to achieve net zero by 2030.

## a) Baseline Assessment

Technical consultants, One Carbon World (OCW), were engaged to assess the baseline Green House Gas (GHG) emissions for Allpack, using 2021 as the base year. This comprehensive assessment covered scope 1, 2 and 3.

Scope 1 & 2 only make up 4% of total GHG emissions (957tCO2e). Of these emissions, the use of HFO (in the boiler) and Electricity for plant operations are the key sources of emissions. The highest source of emissions from scope 3 (i.e., 24,813 tCO2e), is from a category known as 'Material Use' – this refers to all the material purchases for processing, particularly the purchase of paper and board products followed by plastics for the PP division.

## **Target & Implementation plan**

To achieve the overall goal for the 1.5' pathway, operational emissions need to be reduced by 42% by 2030. The company drafted its first Net zero outline with emission reduction activities and targets. Some of the activities included efficiency in boiler operation, compressed air systems, lighting systems, chillers and renewable energy (solar and biomass).





# **Environment and Sustainability policy**









#### **Our Commitment**

Allpack Industries Ltd is committed to protecting the environment as part in our operations. We will conduct our business with respect and care for both the local and global environment to sustain our business growth. We will not be satisfied until we succeed in minimising/reducing incidents of environmental harm from our activities. We shall operate a management system in accordance with international standard ISO 14001:2015.

## **Our Initiatives**



Comply with all applicable national and international environmental, safety and health, laws, regulations, by-laws, policies, treaties and national pronouncements governing industries in its sector.



Develop a disciplined environmental, safety and health management process, including strategic programmes to achieve objectives and targets aimed at regulatory compliance, pollution control and encouraging continuous improvement.



Carry out its operations with regard to accidents prevention and maintain appropriate procedures to identify and respond to emergencies.



Prevent, minimize and as far as possible eliminate pollution to the environment by giving priority to intervention at the source while paying particular attention to emissions reductions.



Improve production and process efficiencies through cleaner production technologies and appropriate environmental practices.



Continuously improve operations, through periodic environmental, safety and health audits and introduce corrective feedback loops to implement the results of such audits.



Facilitate regular training programs on issues of environment, safety and health to catalyse awareness on pollution prevention techniques, safety and health standards at the management and supervisory levels and by extension to all other employee levels.



Strive at establishing and maintaining a healthy and safe workplace environment for all employees and ensuring the safety of all those present on its premises.



Operate and maintain processes and plant within acceptable safety standards through preventive maintenance.



Ensure that employees at all levels are aware of their responsibility for the environment, safety and health of themselves and others working with them.









Our Commitment Reduce and optimize energy usage across our operations.





## **Our Initiatives**



Energy audits.



Equipment inventories audit.



Scheduled preventive maintenance.



Changing the refrigerant gas being used.



Replacing the V-belts and installation of frequency drive motors.



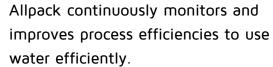












## **Our Target**

A 20% water usage reduction by 2025.

#### **Our Achievement**

We have managed to reduce our water usage by 18% as of December 2022.

## **Our Initiatives**



Arresting leakages identified along the fire hydrant piping system by re-routing hydrant pipes above the surface.



Repair of malfunctioning washrooms water closet at PPD and CCD.



Fixed water taps nozzles at CCD printing machines.



Awareness training for machine attendants and operators on water conservation techniques.



Analysis of water usage during maintenance for all machines at CCD.



Fixing water tap nozzles at corrugator and printing machines to reduce the amount of water used during planned maintenance and cleaning.





# **Tree Growing**







## **Our Commitment**

Conserving the environment within the community in which we operate through tree conservation, restoration, and reforestation.



## Waste







## **Our Commitment**

To reduce the amount of waste going to landfills, through proper disposal techniques including segregation reusing and recycling of waste generated at the factory.

## **Our Target**

80% survival of the trees planted.

#### **Our Achievement**

We attained our target for planting 2500 trees.

### **Our Initiatives**

2300 trees panted at Mount Kenya as part of forest restoration program.

250 trees planted in the area in which we operate.

## **Our Target**

Zero waste to landfill.

#### **Our Achievement**

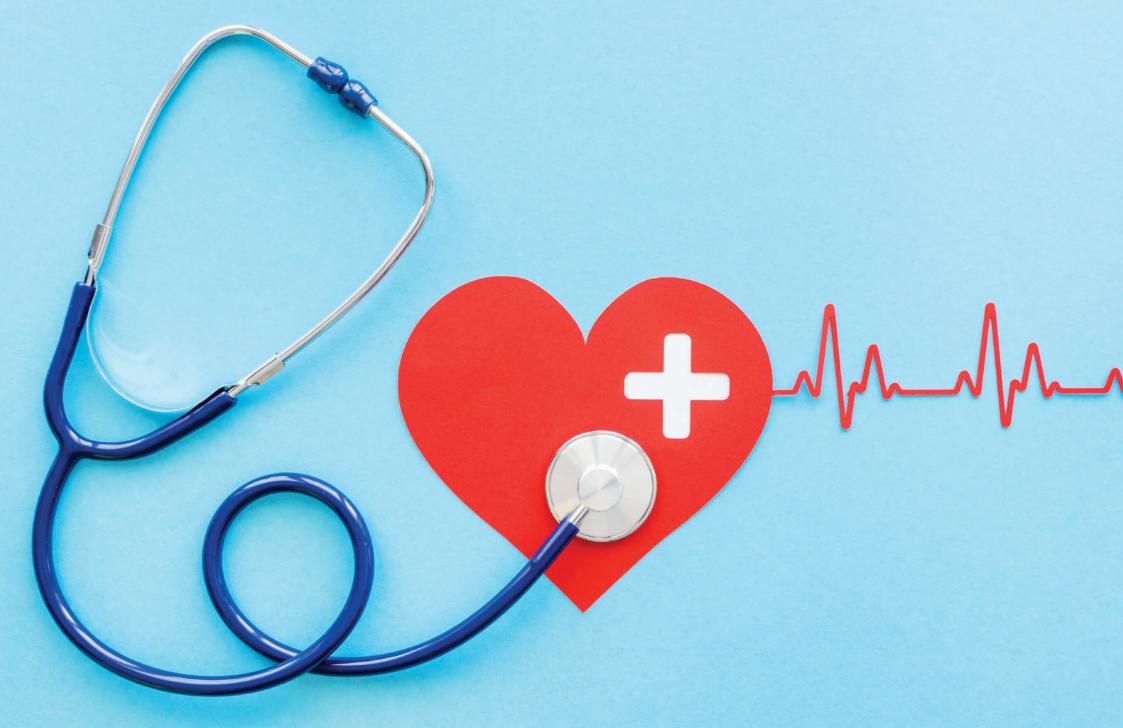
The average percentage of waste recycled was 99.2% of the total amount of waste generated.

## **Our Initiatives**

Waste segregation.

A waste audit was carried out and the waste streams identified.

Bins for waste segregation at source have been provided and continuous collection and monitoring is done.





## Health and Wellbeing

3 GOOD HEALTH
AND WELL-BEING

#### **Our Commitment**



To maintain and support our employees' health and wellbeing, through our wellness program.

#### **Our Initiatives**

#### Wellness



In June a medical camp was held for Mlolongo Primary and St. Augustine's Secondary Schools in partnership with St Paul's Hospital/the Nairobi West hospital/Shalom hospital/Lapaire glasses/Winnie's pure health/Hencipharm/Damu Afya which benefitted 403 students.



In February, the Association of the Physically Disabled Kenya conducted in interactive session on disability awareness, where 238 staff participated.



In March, Britam Insurance conducted financial wellness sessions for 209 employees, focusing on budgeting, saving and retirement planning.



In April, partnering with Shalom Hospital, training on First Aid at Home was conducted for employees, where 140 staff participated.



In May, partnering with 4 hospitals and Lapaire Glasses / Winnie's Pure Health / Hencipharm & Damu Afya, a medical camp was held on 27th May for Allpack staff and their families.



In June a Tuberculosis and HIV AIDS sensitization was held where 199 employees attended.



In July partnering with St. Paul's Hospital, a wellbeing session on healthy living and personal body hygiene was held were 190 employees attended.



A table tennis board was introduced, by the CSR as a way of staff bonding through sprots. Staff can engage during lunch break and it's a platform for other sporting activities.

## **Our Initiatives**

## Safety



We champion for zero harm at workplace. Occupational, health and safety are an integral part of our operations.



Improving our safety culture through internal and external training, awareness sessions, risk assessment, safe systems of work and focusing on improving behaviours and conditions.



We actively monitor our safety performance.



We have set up a Safety Committee and Safety pillar that focus on improvement of occupational Health and safety.

## Summary of safety performance (TIR) from 2020-2022

Year	TIR Achieved
2020	5
2021	2.9
2022	1.9

We champion for zero harm and incorporate safety as a value through trainings, internal inspections focusing on behaviour based safety and planned gemba walks.









## **Our Commitment**





To empower the future generation through mentorships, trainings, internships, scholarships, and trainee programs.

## **Our Initiatives**



Allpack has a merit need-based scholarship programme that benefits students every year. This year, one of the students completed his KCSE with a mean grade of a B+ (in April 2022).



Through our adopt-a-school Program, a team of 9 staff from Allpack engaged 460 students at St. Augustine, Mlolongo for a motivational talk on drug abuse.



In June, a sensitization session on Tuberculosis was held for form 1 students of St. Augustine Mlolongo Secondary school. 350 students attended.



Partnering with Githunguri Dairies, Allpack sponsored a student from Githunguri to Form 1 for a year.



Allpack continuously provides mentorship to students in schools from the local community.



Allpack has provided students with internship and attachment opportunities.



# Awards and Achievements

## **Energy management Awards**

Allpack was the Runner Up for the Thermal Energy Savings Award in the Medium Consumer category.









