

# Climate Report 2024

### Introduction

SimulTrans is a language service provider (classified as Information Technology). This is the first Climate Report for our company. The year 2024 has been selected as the baseline year.

We have offices worldwide and we strive to comply with local environmental regulations, in the areas of waste, energy, water, and air quality. Our approach to environmental stewardship already includes:

- Evaluating and improving our processes to enhance energy efficiency and reduce waste
- Promoting recycling of all types of waste, including electronic equipment, to reduce waste in all our offices
- Planting a tree in partnership with OneTreePlanted for every new customer to contribute to global reforestation efforts
- Transitioning to digital workflows and eSignature software to reduce paper usage

However, we see the effects of climate change and recognize the long-term impact of this and understand that we need to do more. This is why we have joined the <u>SME Climate Hub</u> to help tackle climate change.

# **Strategy**

SimulTrans' strategy aligns sustainability with financial stability to ensure our environmental initiatives complement our business growth and financial health.

- 1. **Develop a roadmap:** Create a plan to make SimulTrans sustainable into the future.
- 2. **Involve all stakeholders:** Disseminate sustainability information and empower staff to make a positive change.
- 3. **Implement green practices:** Adopt energy-efficient technologies, increase renewable energy procurement, and reduce waste.
- 4. **Measure and set goals:** Measure our carbon footprint annually and set goals to help lower greenhouse gas emissions (CO2).
- 5. Report progress: Create an annual climate report and publish it

# Methodology

We used the <u>SME Climate Hub</u>, as a framework. <u>The Equipoise +</u> Advanced Business Carbon Calculator tool to calculate our carbon footprint, and the help of consultants from Equipoise + to generate the report.

Greenhouse gas accounting is based on the Greenhouse Gas Protocol's corporate and value chain standards (ghgprotocol.org).

The GHG Protocol defines emissions in three scopes:

- **Scope 1** The company's direct emissions from vehicles, combustion, processes, or leakages.
- Scope 2 The company's indirect emissions (electricity, heating, cooling) from energy

purchased and consumed.

• **Scope 3** – Greenhouse gas emissions that occur upstream and downstream in the company's value chain, as a consequence of the company's operations.

Total greenhouse gas emissions are quantified in carbon dioxide equivalents (CO2e), which take into consideration that different greenhouse gases (Carbon dioxide, Nitrogen oxides, Methane etc.) have different global warming factors.

# **Data and reporting accuracy**

Exact data has been used when available, taken from actual invoices for 2024. For instance, data has been collected from energy suppliers' invoices; air miles from travel expenses reports, and e-waste collections from certificates issued, for the sites we own or control.

As a fallback option, when actual figures were not available, the forecasted spending amount for a specific category or item in the budget for year 2024 has been used.

Since SimulTrans is a "digital first company" our entire processes and the services we provide to our customers (translation and localization services), are all based around digital platforms and tools. Technology is the foundation for how we operate, serve customers, and grow.

# **Company emissions 2024**

Notes on each scope:

- **Scope 1** SimulTrans does not own company vehicles. Our emissions come from fugitive GHGs from HVACs systems.
- **Scope 2** Since we are a digital company, we use energy for everything we do, from lighting and heating to cooling offices.
- **Scope 3** Air travel for business, employee commuting to offices, and upstream leased assets (rented office spaces), represent the biggest part of emissions.

Our total annual greenhouse gas emissions (tCO2e) and emission intensity per employee and per revenue, have been summarized in the table below:

# SimulTrans Carbon Calculator Report 2024

Estimated total emissions

# 1,091.36 tonnes CO<sub>2</sub>e



This report was created using the Advanced Business Carbon Calculator on 9 Oct 2025.

# **Commitment**

SimulTrans has made a public commitment on **SME Climate Hub** on 20 September 2024 to:

- Halve emissions by 50% by 2030 (scope 1 and 2)
- Achieve net zero emissions by 2050 (scope 1,2,3)
- Publicly commit on SME Hub website and share progress on a yearly basis



# **Targets**

2024 is our base line year. Now that we have calculated our carbon footprint, we have identified areas of improvement for 2025 to align with the <u>Paris Agreement</u>, which aim is "to keep the long-term rise in global temperatures this century 'well below' 2C and to make every effort to keep it under 1.5C".

**2025 targets:** We will aim to reduce scope 1, 2 and 3 GHG emissions by 7%. This is the recommended percentage by <u>SME Climate Hub</u> for setting 1.5°C aligned targets.

### Actions to reduce emissions in 2025

Scope	Type	Category	Action
1	Direct emissions	Fugitive GHG	<ul> <li>Reduce fugitive GHG emissions by testing and replacing HVAC system as required.</li> </ul>
2	Indirect emissions	Energy	<ul> <li>Review current energy contracts and move to renewable energy supplies whenever financially sound.</li> <li>Replace appliances, when needed, with only energy certified ones for better energy efficiency.</li> </ul>
3	Value chain emissions	Business travel and Upstream leased assets	<ul> <li>Reduce air travel by using virtual conferencing more often when it makes business sense.</li> <li>Review upstream leased assets (amount of ft² leased office spaces in different countries) and reduce space when appropriate.</li> </ul>

# **Management**

The leadership team at SimulTrans is committed to integrating Environmental, Social, and Governance (ESG) principles into our long-term strategy, enabling us to generate value while safeguarding the planet. In 2024, we have started to assigned resources, time and money to create and maintain a sustainability strategy.

We understand the significance of environmental responsibility and are dedicated to minimizing our ecological footprint while supporting a sustainable future through sustainable business practices.

# **Committing to climate action**

By committing to reduce our emissions through the SME Climate Hub, we are counted in the UN Climate Change High Level Champion's Race to Zero campaign.

This pledge ensures that we will advance, from assessing our initial position in 2024 to establishing goals that will hold us accountable in the long term.