Qenos



Australian Packaging Covenant

Action Plan

1st July 2016 – 30th June 2017

Introduction

Qenos is the sole manufacturer of polyethylene in Australia, in addition to distributing a range of specialty products. Qenos is a raw material supplier signatory to the Australian Packaging Covenant and recognises the inherent value in this innovative program with its shared involvement of all members of the packaging chain.

Qenos' APC plan activities support the Packaging Covenant performance goals and key performance indicators. In addition, Qenos has numerous projects, developments and systems which facilitate the ongoing reduction in environmental impact of our products and our processes. Many of these are reported in our most recent <u>Sustainability Report</u> and are available on the <u>Qenos web site</u>.

This plan has been prepared by the Qenos APC coordinator with support of action owners, and is endorsed by Qenos management.

Jonathan Clancy Chief Executive Officer

Contact Details

For comments or questions regarding the Qenos Action Plan, please contact:

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Qenos Overview

Qenos is a raw material supplier to the packaging industry. Our products are supplied in business to business packaging forms to facilitate the transfer of our products to the manufacturing industry. Qenos does not manufacture or supply consumer packaging.

Qenos products are supplied in three different formats

- Bulk containers, typically containing up to 20 tonnes
- Flexible Intermediate Bulk Containers (FIBC), typically containing 1 tonne
- Bags, containing 25 kg each



Customers are encouraged to purchase in bulk containers to minimise the amount of packaging. This has been successful

in raising the proportion of product supplied in bulk containers and reducing the total amount of packaging materials used in the supply chain.

Qenos continues its role as a leader and innovator and is focused on delivering sustainable solutions to the packaging industry. A core function of our business is assisting our customers to improve efficiency and minimise waste throughout the whole supply chain. For example, Qenos continues to assist our customers to utilise advanced products such as the Alkamax® range of metallocene linear low density polyethylenes. These materials are typically used in packaging film applications such as heavy duty sacks, pallet stretch wrap and food packaging. The enhanced mechanical attributes of Alkamax® products often allow manufacturers to reduce film thickness, thus reducing raw material usage and lessening packaging waste to landfill.

As a key part of the packaging supply chain, Qenos continues to make significant improvements in sustainability through direct improvements in operations. Projects that improve energy efficiency and reduce greenhouse gas emissions continue. For example, following the installation of a cogeneration unit at Altona, greenhouse gas emissions have been reduced by 120,000 tonnes per year. Qenos also has a strategy to reduce mains water use, which has resulted in a 10% improvement in water efficiency between 2010 and 2015, with a significant reduction of mains water usage over that period. Further information is available in the Qenos Sustainability Report 2015, accessible on the Qenos website (www.qenos.com).





Action Plan KPI Table

Performance goals and KPIs	Actions	Responsibility	Baseline data	Targets	Milestones		
1. Design - optimise packaging to achieve resource efficiency and reduce environmental impact							
KPI 1 – Proportion of signatories	Use the complete SPG to review Qenos's existing	Logistics and	Packaging has	Reviews	June 2017		
in the supply chain	packaging formats again.	Projects	previously been	completed and			
implementing the SPG for		Manager,	reviewed for	potential			
design or procurement of		Packaging	potential	improvements			
packaging.		Covenant	efficiency	selected for			
		Coordinator	improvements	further			
Target: 70% of Covenant			and material	investigation			
signatories with documented			reductions				
policies and procedures for							
evaluating and procuring	Document and report any actual or attempted	Logistics and		Changes	Ongoing, report		
packaging using the SPG or	changes to packaging identified as part of SPG reviews	Projects		documented	actions in		
equivalent	or other processes.	Manager,		and reported	Annual Report		
		Packaging		annually			
		Covenant					
Target: 70% of Covenant		Coordinator					
signatories assessing 100% of							
new packaging and 50% of	Formalise the SPG in Logistics Manual procedure for	Logistics and	Current	Procedure	December 2016		
existing packaging against the	changing packaging materials.	Projects	Logistics Manual	updated			
guidelines		Manager	procedure				
			outlines the				
			packaging				
			evaluation				
			process				

Performance goals and KPIs	Actions	Responsibility	Baseline data	Targets	Milestones		
2. Recycling - the efficient collection and recycling of packaging							
KPI 3 – Proportion of signatories with on-site recovery systems for recycling used packaging	Monitor the materials recovered for recycling	Senior Environmental Adviser	Systems are in place for recovering a wide range of materials.	Measure and report quantities recycled	Annual report		
	Install improved signage at recycling collection points.	Senior Environmental Adviser		New signs installed	December 2016		
	Conduct employee awareness sessions to improve segregation of recyclable materials	Senior Environmental Adviser		Sessions completed across all sites	March 2017		
	Perform audit of waste and recycling streams and feedback results to staff	Senior Environmental Adviser		Two audits completed	June 2017		
KPI 4 – Proportion of signatories with a policy to buy products made from recycled packaging. All APC signatories will have a formal, documented policy of buying recycled products or materials	Review current buy recycled policy and opportunities to purchase items with increased recycled content	Procurement	Buy recycled policy is in place.	Identify opportunities to buy products made from recycled materials	Jun 2017		

Performance goals and KPIs	Actions	Responsibility	Baseline data	Targets	Milestones	
3. Product Stewardship - demonstrated commitment to product stewardship						
KPI 6 – Proportion of signatories that have formal processes for working with others to improve design and recycling of packaging Target: 70% of Covenant signatories implementing formal policies and procedures in working with others to improve design, procurement and recovery of packaging	Maintain capability and systems for assisting Qenos customers to utilise SPG, including providing information on recyclability of Qenos products.	Packaging Covenant Coordinator	System in place to assist customers utilising SPG	Provide assistance with all customer requests	Ongoing	
KPI 7 – Proportion of signatories demonstrating other product stewardship outcomes	Review product literature as per internal schedule to ensure information is relevant and correct for our customers to use for product design Maintain involvement in appropriate industry bodies	Product Integrity Manager	System in place for scheduling reviews of product literature	Scheduled product literature reviews completed Maintain or	Ongoing, report annually Ongoing,	
	supporting relevant waste reduction, sustainability, covenant promotion or recycling projects.	Executive Team	actively involved in PACIA, and is a Signatory to PACIA Sustainability Leadership Framework.	increase representation	reported annually	

Performance goals and KPIs	Actions	Responsibility	Baseline data	Targets	Milestones		
3. Product Stewardship - demonstrated commitment to product stewardship							
KPI 8 – Reduction in the number of packaging items in litter	Monitor performance of the packaging and transport companies utilised by Qenos.	Sc Distribution Coordinator	Qenos Logistics Provider has systems for recycling or disposing of any waste packaging and scrapped plastic pellets.	100% of offsite polyethylene scrap recovered for recycling	Annual review		
	Join Operation Clean Sweep as a partner.	Senior Environmental Adviser	Clean Sweep is a new program in Australia to prevent plastic pellet losses	Pledge signed	August 2016		
	Review Operation Clean Sweep Program Manual and define an implementation plan and timeline.	Senior Environmental Adviser		Plan developed	December 2016		
	Continued involvement in Altona Community Neighbourhood Consultative Group and the Botany Industrial Park Community Consultation Committee.	Senior Environmental Advisers	These forums provide an opportunity for industry, council, regulators and community to raise concerns.	Address concerns raised in these forums.	Ongoing, report annually		