**AMORE** PACIFIC



#### Amorepacific's Efforts for "Less Plastic"

27. Sep. 2024

Senior vice president Oh Jeong-Inva, Sustainability Management Center

Brand	Portfol	io

Cosmetics				
AMORE PACIFIC	Sulwhasoo	LANEIGE	INNISFREE	ETUDE
HERA	IOPE	pmr	ΔESTURA	한 쁄.
Mamonde	espoir	HOLITUAL Holistic Rituals for Skin Wellness	<b>B. READY</b>	TATA HARPER®
Flair / Body / Oral C	are	Fragrance	Inner Beauty	Tea Culture
RYO Nor LABO H 메디안 HAPPY 3000 LABO H 메디안 GOUTAL PARIS VITALBEAUTIE 오설록				
				USULUL

**AMORE** PACIFIC

#### Donnestic Business

# 2023 Revenue 2023 Revenue 2023 Revenue

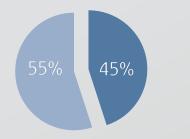
\* Revenue is the sum of domestic sales of Amorepacific Corp. and subsidiaries. Intercompany transactions are excluded.

#### **Brand Portfolio**



#### **Channel Portfolio**

E-Commerce > Travel Retail > Door to Door > Dept. Store > Roadshop / Aritaum > Hypermarket > Multi-Brand Shop



Online

Offline

\*Excluding Travel Retail Business



\* Sales/overseas sales ratio: annual basis for 2023

\* Gireat China Region: China, Hong Kong, Taiwan combined (as a percentage of total overseas sales)



Our Vision

# Live Your New Beauty

Inspire New Beauty in every individual

to discover, live, and enjoy a healthy, fulfilling life

New Beauty inspired by Life, created with Digital, resonating with Empathy

#### 2030 A MORE Beautiful Promise

Move Forward Together with Customers and Society

한 번의 리필로 생수병 3개를 만들 두 200 플라스틱을 절약할 수 있어요

Instill the values of environmental and social friendliness into 100% of our new products and pursue endeavors that encourage sustainable living.

Promote diversity and inclusion across all our global workplaces and beyond, while seeking harmonious growth with all our stakeholders

#### A MORE BEAUTIFUL PROMISE

#### Coexist Responsibly with Nature

) Achieve carbon neutrality and zero-waste-to-landfill across our production sites worldwide.

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Reduce the use of plastics in product packaging and create 100% reusable, recyclable or compostable plastic packaging materials.

5 Invest KRVV 10 billion into biodiversity conservation efforts and increase the use of RSPO-certified palm oil to 90% or more by 2023

#### A MORE BEAUTIFUL PROMISE 3 Converting all global business sites to 100% renewable RE100 energy and achieving zero landfill waste

Participating in and securing leadership in the RE100 initiative



Achieving RE100 at major production sites





Osan(2022)

Annore Pacific Beauty Annore Beauty Park Campus Shanghai (2021)



Daejeon Daily Beauty production site (2023) Expanding PV systems



Double the PV installations in business/loaistics centers (compared to 2021)



Maximize energy efficiency by installing/managing renevable eneray within the headquarters/R&I center

Signing the first domestic direct PPA and VPPA, thirdparty PPA



Direct PPA (SK E&S, 2022.03)





\/PP/\ (KEPCO/Eco Network, (Jeju village vvind famns, June 2022) AMOREPACIFIC



Reduce the use of plastics in product packaging and create 100% reusable, recyclable or compostable plastic packaging materials

#### The beginning of full-scale environmental management



• Promoting environmental movement practices with the

participation of all members in four areas of R&D,

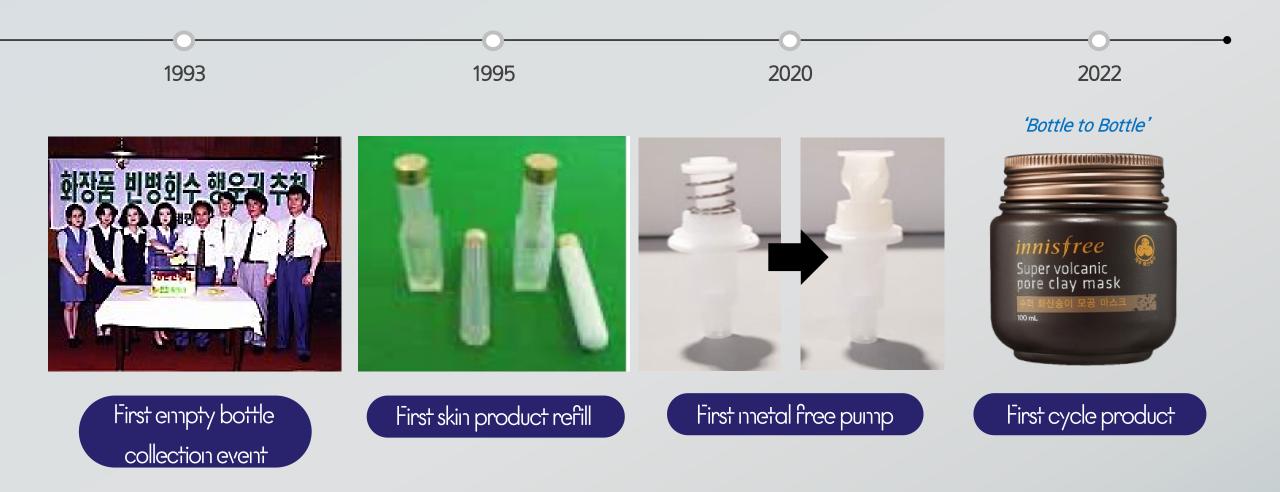
manufacturina, sales, and social responsibility.

 Environmental experiments, sports event, and 100– day program participated by elementary school students (3rd to 6th grade, approximately 200 students).

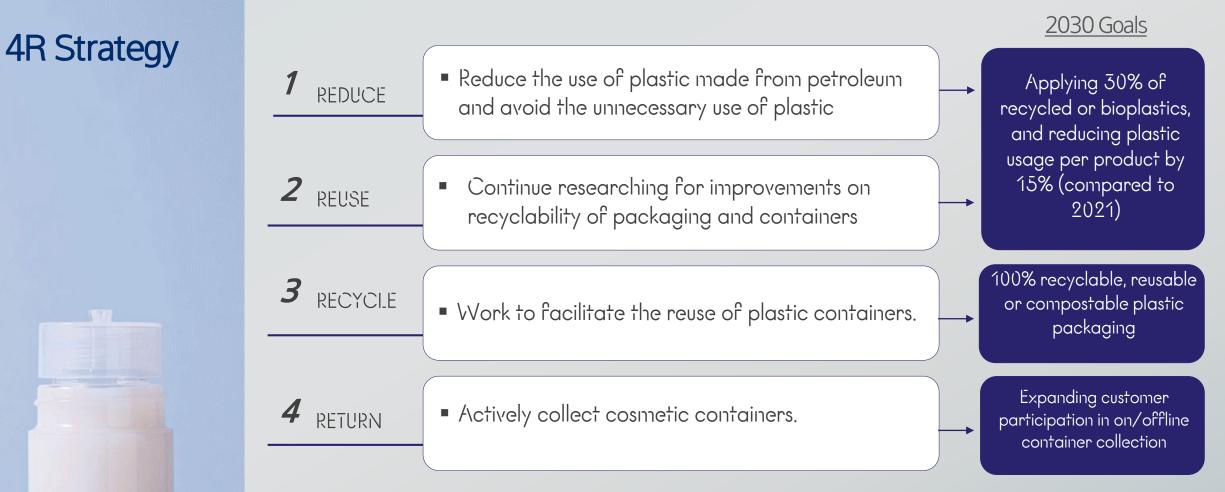
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• Emphasizing corporate social responsibility for healthy lives for customers and the environment

#### Journey to Less plastic



#### 4R strategy for less plastic



#### Performance of 2024



# 4R Strategy — ① REDUCE

Reduction of using new petroleum-based plastic

#### Removing and Lightening Substitution HERA LANEIGE SILKY STAN 24H LONGWEAR SPF 20 / PA ++ 어린쑥 수분진정 크림 LEEPING MASK EX 쑥시카™ LLIYOONE 하율 Removing unnecessary plastics such plastic-free paper fixative INNISFREE 270R0 Zero plastic paper as container covers, bottom 50% PCR external Plastic container -> Eilass 100% PCR body packaging decorations, etc. container container 1,900 tons | Reduction of new 23.8% | Ratio of using recycled/bioplastic petroleun-based plastic

# 4R Strategy— (2) REUSE

Reducing packaging materials by reusing containers

Replacement (internal containers) Refill LANEIGE LABO<sub>1</sub>H SCALP SKINCARE LAB CREAM SKIN CERAPEPHDE \* REFINER -{Probiotics} Micro Biome 달빛유자 수면팩 유자유래 비타민P 1 Hair Loss Care SHAMPO 한율 Hair Loss Care SHAMPOO Scalp Strengthening HIS LESS PLASTIC USED COMPARED TO ROTTLE

Filling products into the used container

Luxury creann with replaceable containers

Refill with replaceable containers

Lipstick refill

### 4R Strategy — ③ RECYCLE

Innovation in packaging technology to avoid composite materials and improve recyclability



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4R Strategy—④ RETURN Develop products using collected empty bottles, or upcycle them more effectively. Using Collected Empty Bottles AMORE:CYCLE Stred/inderidzeb/inderids Movetobaisticscenter/sort Returntostare/anine AMORE:CYCLE 아모레:리사이클 Unit:+ 2,204 2,354 2,471 2,592 3.000 A total of 2,592 tons of used empty bottles collected. 2.500 2,000 2,000 1,736 1,458 1.500 1,192 919 1,000 669 431 500 255 98 26 3 0 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021 2022 2023



# New Challenge 1 : Expanding convenience according to customer consumption changes

Efforts to expand container collection rate

Online expansion of offline container collection (January 2024)

- <u>Expansion of collection</u>: from products of skincare to daily necessities, cushions/packs, and perfumes
- <u>Progress in the Amorepacific official mall</u>: 10 or more free container collection at once





< Real online collection cases>



### New Challenge 2: Closer to customers

Efforts to expand consumer collection points

Pilot project to collect cosmetic glass bottles in apartments (from April 2024)

- 3,500 households in apartment complexes located in Cheonan and Osan
- Collecting cosmetic glass bottles regardless of brand In collaboration with KORA
- Most cosmetic glass bottle specifications: clear bottle + coating
- -> Confirming the possibility of utilizing them as high-quality recycled glass bottles





#### New Challenge ③: "Less plastic" with customers

Efforts to expand joining and collaboration

#### FANTASTIC CREW Activities

FANTASTIC CREVV
 Annbassador group practicing plastic reduction with Annorepacific

 $\triangleright$  Consists of various clubs working for the Earth and our healthy lives

- A total of 20 Fantastic
   Crevvs
- Activity of 347 people



#### New Challenge 4: Exploring innovative solutions

Investing in new possibilities

#### A More Beautiful Challenge

- Discover social ventures with potential to create and grow environmental and social impacts, and provide support for growth and investment review
- Conduct open innovation with 5 startups in the plastic/net zero area and make investment in 2 excellent companies in 2024
- Select 15 companies and invest in 8 companies (2022~2024)



# Weass Plastic WEARE FANTASTIC

아모레퍼시픽이 플라스틱을 줄이는 4가지 방법