

Energy Efficiency

Extended Supply Chain initiative

2014 November 27th
Jean-Jacques Marchais
Schneider Electric
International Energy Agency
Accelerating Energy Efficiency in industrial SME 's



We are the Global Specialist in Energy Management™

24

billion € revenue
(FY 2013)

43%

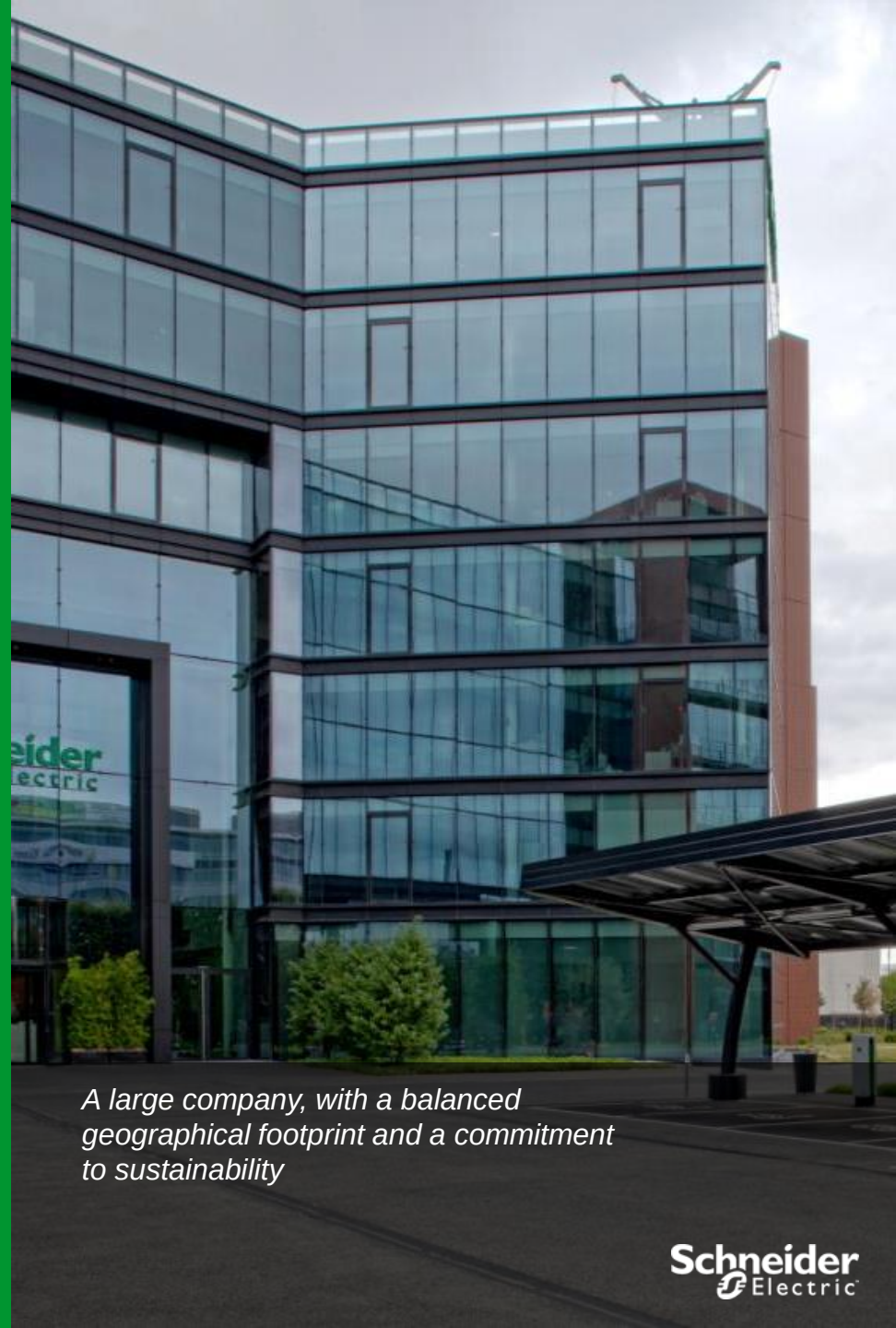
of revenue in new economies
(FY 2013)

150 000+

employees in 100+ countries

4-5%

of sales dedicated to R&D



*A large company, with a balanced
geographical footprint and a commitment
to sustainability*

Schneider Energy Action: we started to deploy EE at home

- Achieve continuous overall reduction of electricity, gas, and oil consumption
- Implement the company's own solutions across all of its sites
- Raise employees' ongoing awareness of our new energy efficiency offers, and help them understand how they can contribute to the development of these offers

Schneider Energy Action: walking the talk

Operating today on over 300 sites



There are 300 sites in the SEA scope, thereof 12% include logistics, testing and other services sites.

Schneider Electric - Professional Services - Ilda Mátani

Typical site

Horizon



25,000 m²
over 3 floors

650
Schneider Electric
employees

5 Certifications in 2013

ISO 50001

Offices, labs & manufacturing

ISO 14001 | OHSAS 18001 | ISO 9001
Environmental Recognition

BBC / HQE

Building Sustainability

Performance

40 kwh/m²/year for the new building

EE Solutions
Schneider Electric

Our Ambition

Reach 40 kwh/m²/year on refurbished areas

Schneider Electric - Professional Services - Ilda Mátani

31

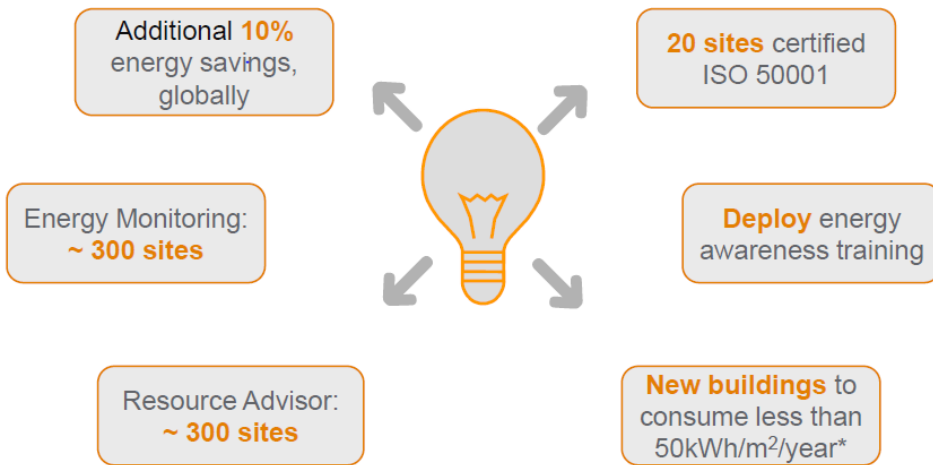
2014 program status

51
ISO 50 001 Certified Sites
since 2011

21700
CO2 Tons Saved in
2012

Programs Objectives

By 2014

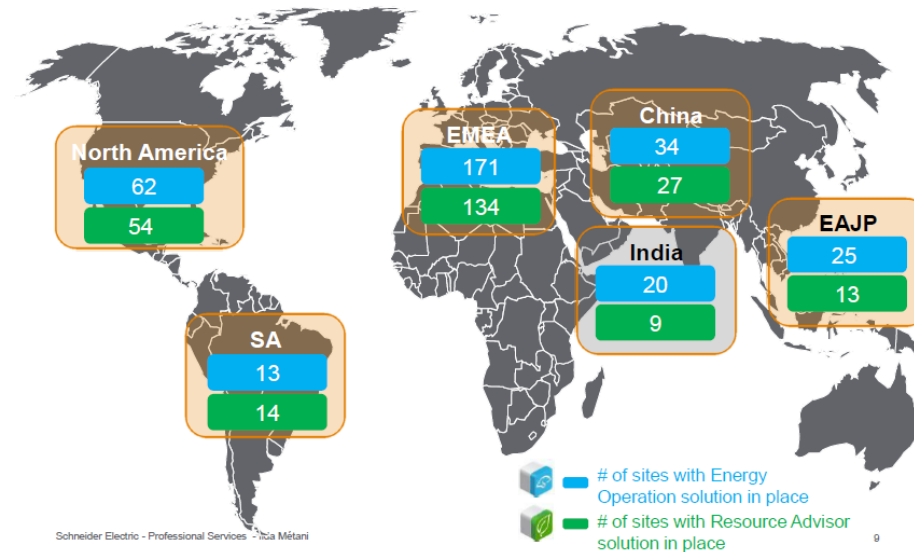


Schneider Electric - Professional Services - Ilda Mítani

* Without manufacturing, data centers, labs | adjusted with climate

7

Energy Management Covering both Supply and Demand



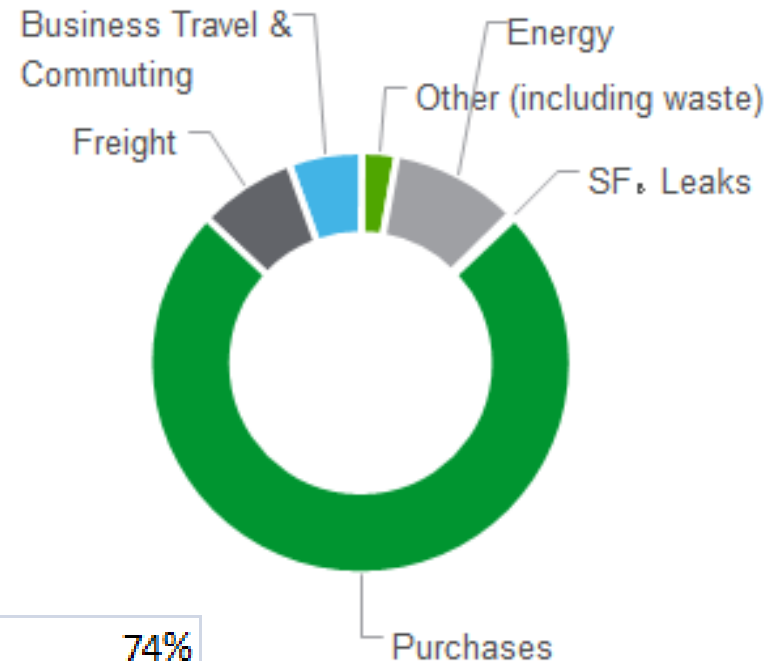
Schneider Electric - Professional Services - Ilda Mítani

9

Limiting our impact on the Planet need to go beyond own energy consumption

**Carbon Footprint :
Suppliers involvement is
critical**

Purchase	74%
Freight	7,50%
Energy	9,80%
Business travels & commuting	5,60%
Others including waste	2,70%



Planet impact : 2 additional action pillars

Sustainable suppliers

Schneider Electric sources a significant portion of its purchases from the top-performing suppliers ('recommended' suppliers) and aims to increase local sourcing in the new economies to more than 50 per cent. In 2013, 18.8 per cent of our preferred suppliers have been assessed and evaluated in line with the ISO 26000 standard. As a signatory to the United Nations Global Compact, Schneider Electric encourages its suppliers to join this sustainable development process and its continuous improvement.

PEP: Product Environmental Profile

All products environmental footprint in 2 pages!

The implementation of an environmental-conscious policy requires complete and reliable product environmental impact information. In this context, Schneider Electric commits to inform and provide its customer with Product Environmental Profile (PEP) in full compliance to the ISO 14025 PEP eco-passport Program and for all the products commercialized. This documentation allows them to be more eco-friendly and establish their own life cycle analysis.

Product Environmental Profile provides information on:

- Constituent Materials
- End of Life recyclability rate
- Environmental impact on the 4 Life Cycle phases through 11 indicators (covering Air & water pollution, Resource depletion, Carbon footprint, Energy consumption, Waste production)

Schneider Electric covers more than 2/3 of global business by products with PEP.

With just one simple click, you can find the detailed information of your products' environmental characteristics the time and simplify your life with Green Premium!



Two-thirds of current Schneider Electric sales come from products labelled with the Green Premium eco-mark. The company has already made significant headway in bringing the eco-mark's benefits to a broad spectrum of industries and enterprises.

SD Performance tracking & reporting

The Planet & Society Barometer

Our 2012-2014 detailed sustainability scorecard, as of Q2 2014

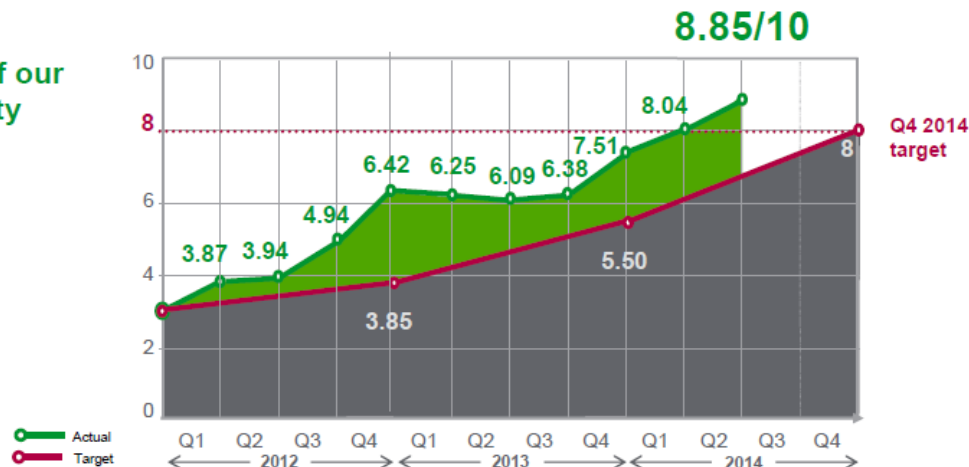
The Planet & Society Barometer (objectives for 2014)		Start 01/2012	Results Q1 2014	Results Q2 2014	Target 12/2014
Overall score (out of 10)		3.00	8.04	8.85 ↗	8/10
Planet	Carbon	10% CO ₂ savings on transportation	-	16.7%	16.0% ↗ 10%
	Products & Solutions	75% of our product revenue achieved with Green Premium	63%	70.8%	70.9% ↗ 75%
	Energy	10% energy consumption savings	-	9.2%	10.5% ↗ 10%
Profit	Green growth	7 pts growth revenue with EcoXperts above Group growth revenue	-	1.28 pt	10.47 pts ↗ 7 pts
	Access to Energy	1 million households at the Base of the Pyramid have access to energy	0	809,946	902,219 ↗ 1,000,000
	Suppliers	90% of our recommended suppliers embrace ISO 26000 guidelines	0	34.1%	37.7% ↗ 90%
	Governance	3 major ethical stock market indices choose Schneider Electric	3	3	3 → 3
	Best practices	300 sites recognized "Cool sites"	0	239	255 ↗ 300
People	Safety	30% reduction in the Medical Incident Rate (MIR)	-	57%	61% ↗ 30%
	Engagement	63% result in our Employee Engagement Index ¹	-	60%	61% ↗ 63%
	Diversity	30% women in the talent pool (~ 2,500 people)	23%	28%	28% → 30%
	Training	1 day of training for each employee every year	-	67%	63% ↗ 100%
	Access to energy	30,000 people at the BoP trained in energy management	0	36,849	44,544 ↗ 30,000
	Communities	300 missions achieved with the "Schneider Electric Teachers" NGO	0	263	319 ↗ 300

↗ ↘ The arrow shows if the indicator has risen, stayed the same or fallen compared to the previous quarter. The colour shows if the indicator is above or below the objective of 8/10.
1: New objective set in January 2014

Schneider Electric - Investor Relations - 2014 Half-year results - 30 July 2014

4

Performance of our Planet & Society Barometer



Commitment recognized and awarded

Reference Ethical Stock index and ratings



World
Europe

CARBON DISCLOSURE PROJECT



STOXX



Global 100

Most Sustainable Corporations



Ethisphere

Most ethical companies

Awards & recognitions

Gigaton award

by Carbon War Room, UK, For our commitment to smart grid and energy efficiency



Zayed Future Energy prize

by Masdar, UAE
For our contribution to renewables and sustainable development



Green cross

by National Safety Council, US
For our health & safety practices



Local distinctions

ECO in Brazil, CEMEFI in Mexico, Top Employeurs in France, Golden Peacock in India



In-line with the global standards



UN
Global Compact
since 2003



Global Reporting
initiative since
2011

A group of young girls are shown in a close-up, looking towards the left. The girl in the foreground is wearing a red and grey striped shirt and has a small nose ring. She is holding a wooden stick. Other girls are visible in the background, some wearing red clothing. The overall mood is one of anticipation or listening.

Thank you!



schneider-electric.com
SDreport.schneider-electric.com