

A continuous focus on contributing to social and economic development..

Our sustainable development priorities are fully supported by SUEK’s business strategy. We have a continuous focus on effectively contributing to social and economic development and to reducing our environmental impact.

We recognise that our operations have an impact on society and the environment. Our objective is to ensure that this impact is overwhelmingly positive. In addition to bringing warmth and light to people’s homes, we are committed to looking after the well-being of our employees and the residents of the regions where we operate, and to ensuring they live and work in safe and healthy environments.

We are focused on consistently growing the company, but only while ensuring we maintain the safest possible production processes and continuing to reduce the environmental impact of our operations.

The Board of Directors and the management of the company pay special attention to issues of sustainable development and regularly review these issues at relevant committees of the Board of Directors.

Our corporate social policy aims to meet international principles and standards, including the United Nations Global Compact, the Social Charter of Russian Business, ISO 26000 (Guidance on Social Responsibility) and the Global Reporting Initiative (GRI) Standards.

In all of our activity, we also take into account the United Nations Sustainable Development Goals, aimed at fighting poverty, protecting the environment and improving people’s lives. Certain UN SDGs are of particular importance and relevance to SUEK’s sectoral orientation and strategy, as well as to our stakeholders.

SUEK companies are regularly audited for compliance with the following international standards:



OHSAS 18001
Occupational Health and Safety Management System;



ISO 14001
Environmental Management System



ISO 9001
Quality Management System



ISO 50001
Energy Management System



ISO 55001
Asset Management System

Sustainability goals

ECONOMIC



ENVIRONMENTAL



SOCIAL



How we are achieving the goals

Stable supply of affordable and high-quality fuel

Consistent supply of heat and electricity

A product offering that complies with the requirements of new generation, environmentally friendly coal-fired power plants

Innovative products and production processes

Development of high-quality coal deposits

Modernisation and expansion of generating and processing facilities

Development of our own transport and logistics infrastructure

Development and improvement of heat pipelines

Introduction of innovative technologies and increased productivity

Reducing the negative environmental impact across our value chain

Biodiversity conservation

Rational use of resources

Improving our environmental management system

Protecting air resources

Careful use and protection of water resources

Increasing energy efficiency

Land rehabilitation and biodiversity conservation

Involvement and interaction with the public and local authorities in the preparation, discussion and implementation of environmental actions

Interaction with the public and local authorities regarding planning and implementation of environmental actions

Participation in international projects preventing climate change and preserving biological diversity

High level of industrial and labour safety

Professional development and social well-being of our staff

Promoting social development in the regions where we operate, improving the quality of life of people living in mining towns and settlements

Improving the efficiency of the company's social investments

Continuous improvement of our industrial and labour safety practices

Improving air safety, preventing accidents and minimising the impact of coal dust on the health of personnel and the population of the regions where we operate

Introducing modern safety systems and control devices

Training personnel in safe work methods, improving work discipline

Providing employees with high-quality overalls and personal protective equipment

Implementing medical prevention programmes, promoting a healthy lifestyle

Assessment, development and training of personnel

Fair remuneration and social support for employees

Development of internal communications and corporate culture

Supporting the social infrastructure development of the areas where we operate

Social potential development of local communities

Cooperation with the authorities in solving social development problems

Support for socially vulnerable groups

Promoting open dialogue with all stakeholders

...and environmental responsibility

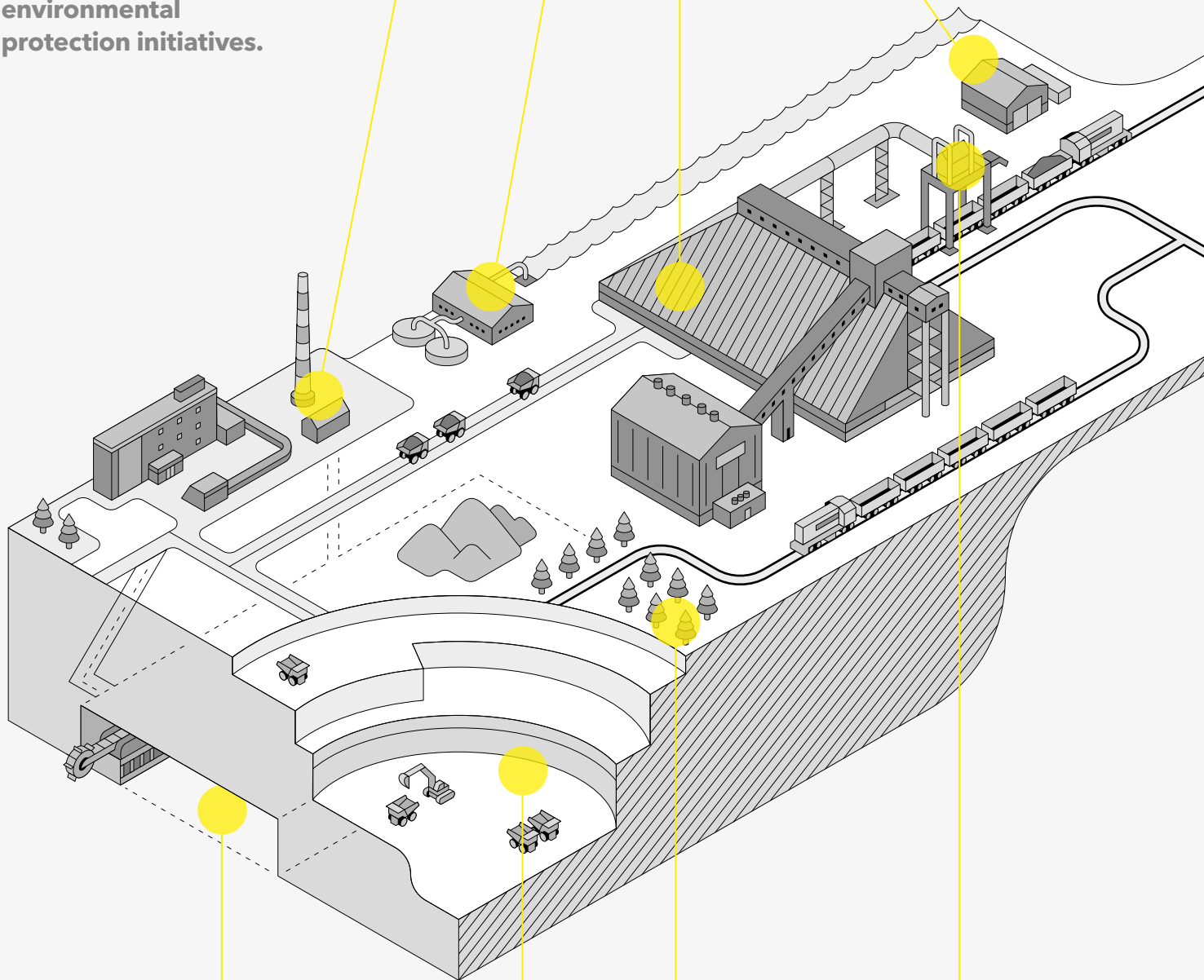
At SUEK, in all our activities and investment decisions we carefully evaluate potential environmental issues and take appropriate environmental protection initiatives.

Methane capture and utilisation for energy generation

Water treatment facilities

Closed water cycle, air emission filtering, dust suppression (vacuum cleaners)

Waste disposal and recycling (tyre recycling into crumb and safety tiles, waste oil utilisation for energy generation)

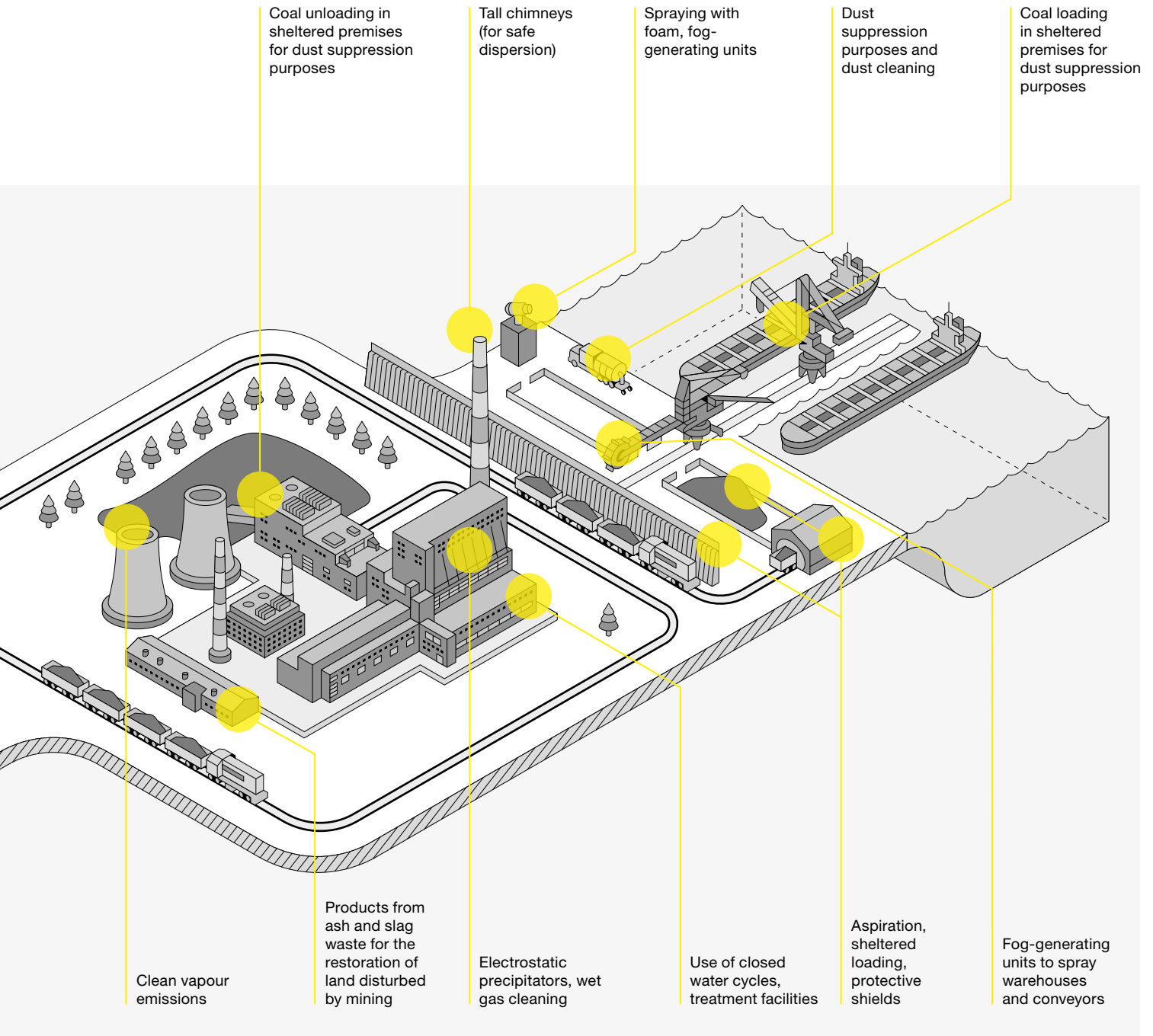


Water pumping and treatment

Surface (ground) water pumping and treatment, dust suppression

Cautious removal and preservation of top soil when developing open pits, rehabilitation

Sheltered loading, spraying with foam



International environmental certification

At our coal facilities in Khakassia, Krasnoyarsk and Kemerovo, we operate an environmental management system that meets the requirements of the ISO 14001:2004 international standards. This is confirmed by regular external audits.

In 2018, our environmental practices at our coal facilities were certified compliant with Bettercoal Code (for details see p. 97).

In 2018, the Murmansk Commercial Seaport and Maly Port were inspected and approved for compliance with the requirements of ISO 14001.

In 2018, Nomura Research Institute, Ltd. (NRI), and Idemitsu Kosan Co., Ltd. (Idemitsu), analysed environmental protection measures and methods at our Vanino Bulk Terminal, through a benchmarking against Japanese coal terminals. As part of the audit, environmental experts assessed the condition of our port equipment and coal transshipment technologies. They concluded that the Vanino Bulk Terminal applied all the best available solutions and international practices to efficiently handle and export coal in adverse climatic conditions.

During 2018, we introduced an environmental management system at our generating facilities, Krasnoyarsk CHPP-1,

CHPP-2, CHPP-3. Auditors from Det Norske Veritas and Germanischer Lloyd confirmed the compliance of the environmental management system at these CHPPs with the international ISO 14001:2015 standards.

We also provide training to enhance the environmental knowledge and qualifications of our employees. We collaborate with research bodies and expert organisations to introduce innovative and efficient coal mining and power generation technologies, which help reduce our environmental impact.