





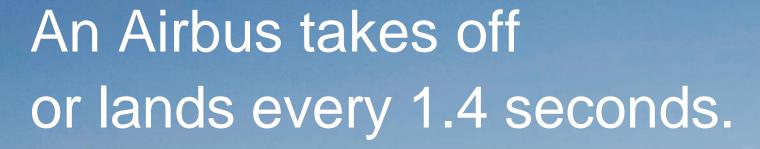


We make it fly.

**133,671**Total workforce

€460 billion
Order book

**€64** billion
Annual revenue, restated
IFSR 15





19,435 Aircraft sold

**60** Produced monthly

25,000+
Daily flights

**12,263**Delivered

Data as of 31 August

Environmental Management System (EMS)

Provides the framework in which Airbus Commercial operates to continually improve Airbus environmental performance and maintain the ISO14001 certification

Aviation Roadmap

Industrial Roadmap

Substance Roadmap





Airbus improves its products

Noise reduction, fuel consumption

Airbus limits its local impact

Waste, water, energy, CO<sub>2</sub>, VOC





Airbus manages regulated substances

REACH and other substances regulations

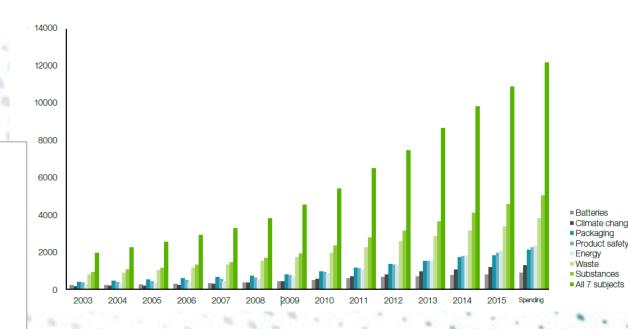
### **Environment at Airbus**

Airbus is committed to comply with ISO14001 requirements and therefore to continuously improve its environmental performance at every stage of the aircraft life cycle (from A/C design to

recycling).



### **GLOBAL REGULATIONS BY SUBJECT**



Growing regulatory and societal pressure

Evolving regulatory
landscape puts more
pressure on industry,
multiplying the number of
targeted substances

Strong signal from governments, authorities, customers pushed by societal pressure

**AIRBUS** 

REACH on chemical hazards

ROHS F-GHG on green house gases

ODS to prevent Ozone Layer Depletions

Regulations to manage RADIOACTIVE products

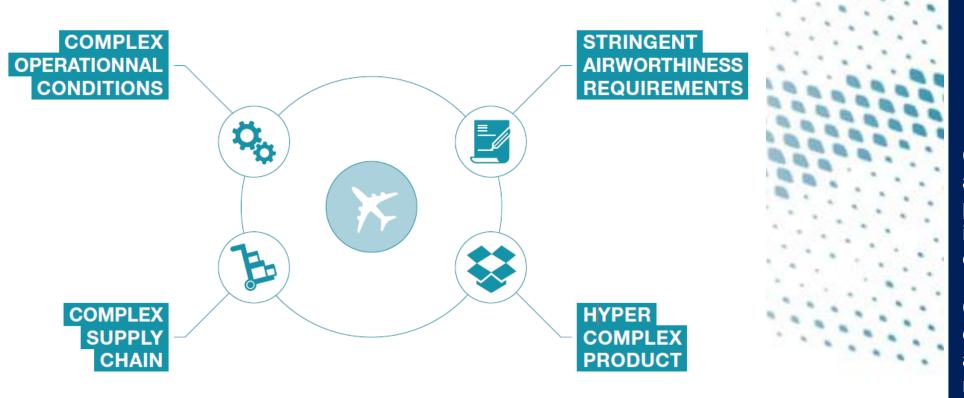
BPR to prevent, pollutants, biocides to go in water and soils

POP on persistent organic pollutants

### **PHTHALATES CHROMATES** CHROMATES CADMIUM SURFACE TREATMENTS **PAINT** OPEO / NPEO **SEALANTS DEGREASERS** FIRE PROTECTION AND CUTTING FLUIDS HALON **BORATE** COMPOUNDS

## Regulations impacts on Airbus

In the aeronautical world regulations on substances impact mostly Surface Treatments and materials such as Paints, Sealants and Cleaners



The search for a **chromate-free** replacement with performance equal to chromate poses a **significant challenge** to the industry: **alternatives to Primers** have been under development since the 90s without success.

## The complexity of substance management on the aeronautical industry

Chromates are state-of-theart concerning corrosion protection and widely used in the aerospace industry for over 50 years.

Corrosion protection is a critical issue for aeronautics: the maintenance plan of our aircraft is based on the performance in corrosion protection given by the Chromates over more than 40 years of operations.

### A13: Airbus Environmental Company Policy

"Develop solutions for the substitution and reduced use of regulated substances throughout the life cycle, supporting compliance, enhancing the protection of people and mitigating obsolescence risks for Airbus"

### M 1027: Method for Substances of Concern Management

The general Airbus strategy regarding substances of concern, consists to **find/qualify and deploy alternatives** to the Airbus designs products and processes using the "most critical substances", request authorisation towards the authorities if needed and assess risks related to the supply chain.

If a suitable alternative to products containing pSoC is available, it has to be implemented.

### A1027.1: Environmental Regulatory Requirements and Environmental Roadmaps Requirements

- « Without prejudice of environmental legal requirements and in addition to them (...):
- Airbus shall provide alternatives to "Priority Substances of Concern" for current production, including after-market products, according to technical capabilities.
- Airbus shall avoid the use or presence of "Targeted and Restricted" substances depending upon the availability of suitable alternative. »

### **REACH REGULATION**

"An Authorisation may only be granted if it is shown that socio-economic benefits outweigh the risk to human health or the environment arising from the use of the substance and if there are no suitable alternative substances or technologies."

## Airbus Regulatory Framework

The Airbus Environmental Policy provides a clear view on the company's principles and of the associated top level initiatives.

Airbus has a strong regulatory framework for substances management and replaces hazardous substances as soon as alternatives are qualified and available

### A Multi-functional organization dealing with chemical hazards



SOME

Investing

tracked for all Programs

qualified and deployed

impacting Airbus

**SDS** (Safety Data Sheet)

**Substance** Roadmap: our mission

Identify, develop, qualify and deploy alternatives **solutions** for the substitution and reduced use of regulated substances

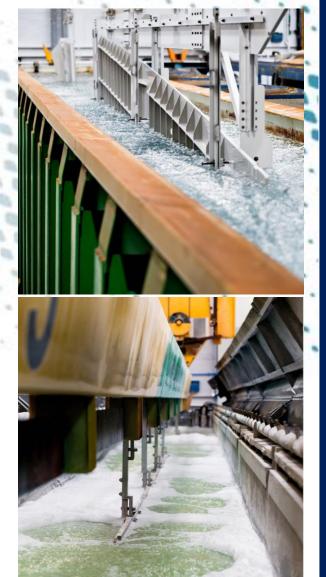
Mitigate business disruption risk

Deliver compliance means, such as licenses, declarations and authorizations

Contribute to **best practices** across Airbus divisions and sectorial organisations

### Successful substances replacement solution





# Chromate-free anodising line in Airbus Broughton Plant

Airbus made major investments to convert two chrome anodising lines on the Broughton site: Large Component Manufacturing (LCM) and Stringer Manufacturing Centre (SMC) from CAA to TSA

~ 25 tons of chromates have been removed

Airbus is substituting chromate's but so far some applications remain with no qualified solutions before chromates sunset date (Sep 2017 / Jan 2019)

An authorization dossier has been submitted to get more time to substitute. Any authorization comes with stringent conditions: additional protection measures for the workers and the environment, as well as monitoring.

"REACH-IT" project launched in 2017 ensures Airbus' sites compliance conditions of authorization, implying significant non recurring and recurring investments.







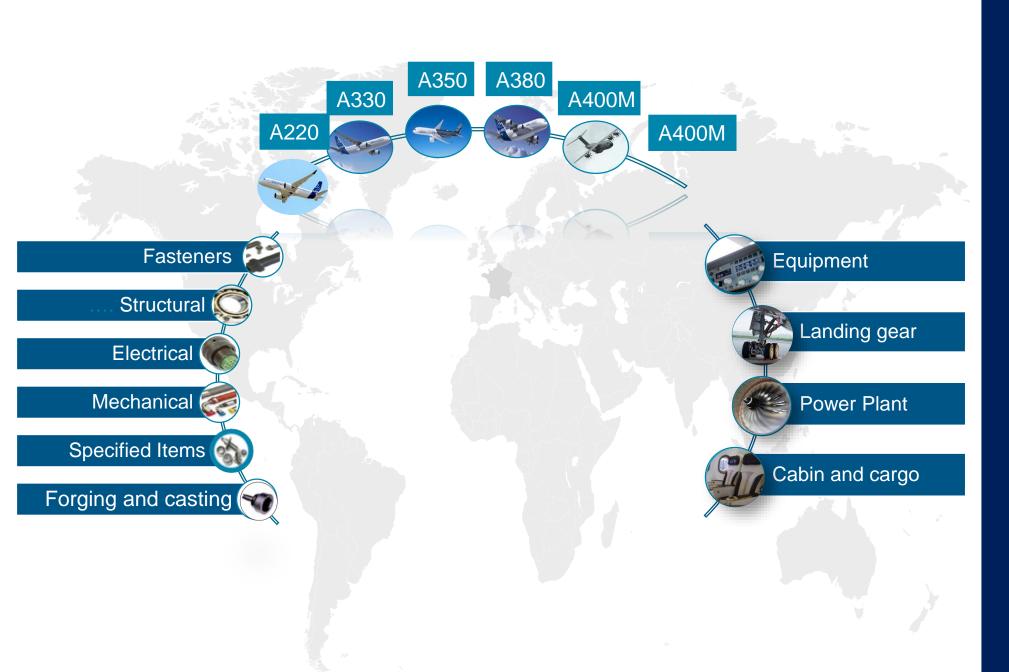


## REACH Authorisation Lessons learned

Authorisation process triggers significant impacts on Industry:

Authorisation on chromates impacts all Airbus plants and FALs (about 2.500 activities), and our Supply Chain

Airbus strategy is to invest upfront to avoid or strongly limit any future authorization



## Substance Obsolescence De-risking at Supplier

Substance
obsolescence in the
supply chain and select
appropriate mitigation
actions to ensure
business continuity for
all programmes

#### **FUNCTIONAL APPROACH**

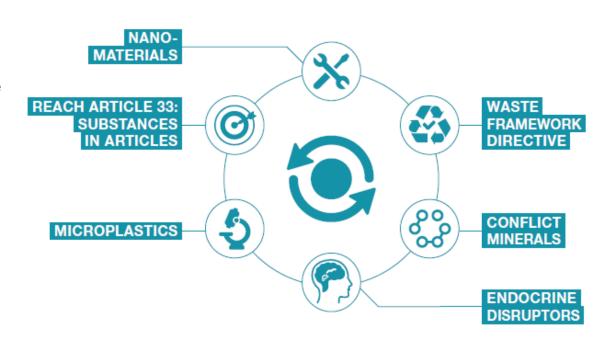
- Understand which chemical families are needed to make an A/C flight,
- Make the link between substances and impacted A/C functions,
- Draw a risk mapping of future substances obsolescence for the impacted function.

### **Benefits**

- Engage constructive dialogue at industry level to switch from a reactive to a proactive approach on substances,
- Develop ad'hoc strategies to protect workers and environment,
- Anticipate R&T efforts, prepare A/C of the future.

### 2 Pilot cases launched:

Composites Flame retardants.



### **DIGITALISATION/ STANDARDISATION**

Develop end to end traceability of substances in the full value chain:

- Design,
- · Manufacturing,
- Supply Chain,
- Services,
- Recycling,

...supported by **Airbus Digitalization** initiatives (DDMS, Skywise, Component passport) and by **International standards** (e.g. IAEG).

### Strategic axis for substance matters

### **FUNCTIONAL APPROACH**

A proactive substance function-based approach

### DIGITALISATION/ STANDARDISATION

End to end traceability of substances in the full value chain

Thank you