

Summary of Company

Aguas Danone is a subsidiary of Danone S.A., a multinational company with the mission of bringing health through food to as many people as possible.

In addition to marketing bottled water products from the Danone Waters global portfolio, Aguas Danone operates four bottling plants in Spain: Sant Hilari Sacalm and Amer in Girona, Sigüenza in Guadalajara and Lanjarón in Granada.

Aguas Danone sells several brands of bottled water products:

- Font Vella®
- Lanjarón®
- Fonter®
- Imperial®
- Lanjarón Gas®
- Font Vella Levité®, Font Vella Té®, Font Vella Sensación®

Aguas Danone Practices

Water Access

Aguas Danone obtains its natural mineral water from multiple groundwater catchments. The majority of lands containing the water sources belong to the company, and in some cases there are catchments where the land belongs to private parties. Where the land is owned by other parties, Aguas Danone has been granted water rights through private agreements. For the properties that belong directly to Aguas Danone, the company has held these legacy resources for up to 30 years ago when the company's journey first began. For all water resources it utilizes, Aguas Danone has the responsibility for sustainable management and reports to the relevant water/mineral authorities.

The rates paid by the company to access and utilize water is dependent on the source. Where private agreements are in place, the terms of the agreement involve both fixed costs as well as variable costs associated with the volume of water extracted. For all water sources, Aguas Danone is also subject to a government-assessed tax relating to the volume of water that undergoes commercial water quality treatment for the marketplace. Because of different water user types, and difference in how rates are calculated, it's difficult to draw a meaningful comparison of water rates across different user groups.

Sustainable Usage

Through its internal management practices and the regulatory structure in place in Spain, Aguas Danone is able to demonstrate that the company's extraction of water does not impair the sustainability of the water resource over time. In order to ensure the company's water extraction rates are environmentally sustainable, the company commissions hydrogeological studies, which

are used to inform the regulatory body which sets the permitted extraction rates and amounts. These findings also inform the company's water resource management practices internally. For example, the company measures and monitors several datapoints to measure the health of its water resources including actual extraction volumes, allowable extraction volumes (according to regulatory permit), and the natural aquifer recharge rates to avoid extracting volumes of water that may threaten the long term sustainability of the water resource.

Like other Danone Waters business units, Aguas Danone utilizes Danone's proprietary SPRING (Sustainable Protection and Resource ManagING) tool, which is designed to optimally manage the water resource. On their most recent rankings, Aguas Danone's four facilities are classified as "Standard" performance and have goals to achieve the "Excellent" ranking for at least 75% of the facilities by 2020.

Waste Management

Across its brands, Aguas Danone uses a combination of virgin plastic and recycled plastic (rPET) across the various bottle formats. Currently, the average amount of recycled input material across Aguas Danone's brand portfolio is 20% rPET. The company currently sells at least one bottle format under the Lanjarón brand that is 100% rPET.

Aguas Danone is committed to continually improving the sustainability performance of its packaging. This can be demonstrated by steps taken over the past few years to increase the company's use of recycled input materials to current levels, with goals to continuously increase the minimum amount of recycled content across the product portfolio. Through the company's environmental management system, Aguas Danone has set targets to continue increasing the amount of recycled plastic in its products, while it also continues investing in other bio-based packaging technology through Danone Waters globally. By the end of 2025, the company aims to have a minimum of 25% rPET across its entire product line.