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Our CSR Policy, which includes our Code of Conduct and Business Ethics, has been approved by the Mita-Teknik Global Management Team and the Board of Directors.

Our CSR Policy is based on the Ten Principles of the United Nations Global Compact.

We have identified our prioritized sustainability issues, and have initiated a process of optimizing these. We follow up on our progress on a yearly basis.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the UN Global Compact and its principles into our business strategy, culture and daily operations.

We also commit to share this information with our employees, customers, suppliers and other stakeholders.

Sincerely yours,

Klaus Kromann Knudsen
CEO, Mita-Teknik

Mita-Teknik develops, produces and distributes advanced control automation technology. Mita-Teknik has been part of the control automation industry since 1969, and in the wind industry since the early 1980s. We are one of the world’s leading suppliers of wind turbine control systems, and has been an important contributor in developing the wind industry to where it is today, as we have supplied more than 50,000 high performance control systems for wind turbines in demanding environments around the world. In 2019, Mita-Teknik celebrated our 50th anniversary. A clear proof of a strong track record and commitment to the industry.

Our global customer base is divided on 47 active markets, which we serve from our global locations. Mita-Teknik’s headquarter is located in Rødkaersbro in Denmark and with development activities in Ukraine, production, sales and support activities in China.

I am pleased to confirm that Mita-Teknik reaffirms its support of the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labor, Environment and Anti-corruption.

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Human Rights Principles

**Commitment**

Mita-Teknik respects cultural differences and does not do business with a supplier if the supplier practices discrimination at work based on race, religion, gender, age, nationality or sexual orientation.

Currently, Mita-Teknik employs 147 people from 9 different nationalities, working in 4 global divisions. 38% of our employees are women and 62% are men. In our Global Management team, 42% are women and 58% are men. In the Board of Directors, 33% are women and 67% are men.

No employee should ever be exposed to any physical punishment, threats of violence or physical, sexual, psychological or verbal harassment or maltreatment in the work place or in work-related situations.

Mita-Teknik actively supports the Universal Declaration of Human Rights. We respect human rights within our sphere of influence and operate our business in a transparent and trustworthy way.

Mita-Teknik sees no significant risks that the company or its suppliers violate the UN Global Compact Principles 1-2.

**Implementation**

We take several actions to implement our CSR Policy and Code of Conduct in our global divisions.

We have completed self-assessment surveys with all global divisions in order to ensure compliance.

**Performance Evaluation**

In 2018, we implemented the new EU General Data Protection Regulation (GDPR). The GDPR replaced the Data Protection Directive 95/46/EC and has been designed to harmonize data privacy laws across Europe, to protect and empower all EU citizens’ data privacy and to reshape the way organizations across the region approach data privacy. In 2019, we continued our focus on GDPR and have been working on how to optimize the ways we work with data privacy in Mita-Teknik.

**CSR:**

We want to ensure that our suppliers are familiar with our CSR policies. Therefore, we have added an appendix to our existing partnership contracts with our suppliers that includes article 24 ‘Code of Conduct’.

**Human Rights Principles**

In the past year, Mita-Teknik has not been subject to any investigations, legal cases or incidents involving human rights violations. No incidents or violations of the human rights principles have been reported to the Global Management Team.

<table>
<thead>
<tr>
<th>Action</th>
<th>KPI</th>
<th>Status *</th>
<th>Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Include article 24 ‘Code of Conduct’ in new purchase contracts</td>
<td>New purchase contracts must include article 24 ‘Code of Conduct’</td>
<td>Strategic suppliers: 100%</td>
<td>100% for strategic and preferred suppliers</td>
</tr>
<tr>
<td>Preferred suppliers: 68,00%</td>
<td>Other suppliers: 20,00%</td>
<td>50% for other suppliers</td>
<td></td>
</tr>
</tbody>
</table>

* Based on purchase 2019
Labor Rights Principles

Commitment

Mita-Teknik commits to provide a competitive compensation package, a safe and comfortable working environment, openly communicated career paths and well-established performance and development evaluation tools.

Mita-Teknik respects the rights of workers and operate our business with safe and attractive working conditions. We respect the employees’ right to organize and enter collective labor agreements and have zero tolerance for forced labor, child labor and discrimination.

Mita-Teknik has a dedicated Health and Safety Committee in place to regularly assess and evaluate the working environment in Mita-Teknik.

Mita-Teknik sees no significant risks that the company or its suppliers violate the UN Global Compact Principles 3-6.

Implementation

We take several actions to implement our CSR Policy and Code of Conduct in our global divisions.

We have completed self-assessment surveys with all global divisions in order to ensure compliance.

Certifications & Standards:

Mita-Teknik’s Management System is audited annually to ensure continued compliance with the ISO9001 standard. In 2018, we updated our ISO system and was globally audited against the ISO9001:2015. In 2019, we completed the ISO 9001:2015 Certification Audit in Denmark and Ukraine.

Further, Mita-Teknik (Ningbo) is audited annually to ensure compliance with the OHSAS18001 standard. In 2019, we successfully passed the external EHS (Environment, Health and Safety) Audit in Ningbo.

We are continuously working on implementing the APQP4Wind standard. The main goal for Mita-Teknik to implement the APQP4Wind is our continuously focus on improving product quality.

Performance Evaluation

In the past year, Mita-Teknik has not been subject to any investigations, legal cases or incidents involving labor rights violations. No incidents or violations of the labor rights principles have been reported to the Global Management Team.

<table>
<thead>
<tr>
<th>Action</th>
<th>KPI</th>
<th>Status</th>
<th>Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Monitor the sickness absence</td>
<td>The overall sickness absence must be below 2%</td>
<td>1.05%</td>
<td>2%</td>
</tr>
</tbody>
</table>

In order to ensure safe working conditions, we also follow-up on all accidents and near-miss accidents.

<table>
<thead>
<tr>
<th>Action</th>
<th>KPI</th>
<th>Status</th>
<th>Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ensure safe working conditions</td>
<td>Working accidents</td>
<td>0 accidents</td>
<td>0 accidents</td>
</tr>
<tr>
<td>Near-miss accidents</td>
<td>0 near-miss accidents</td>
<td>0 near-miss accidents</td>
<td></td>
</tr>
</tbody>
</table>
Environmental Protection Principles

Commitment

At Mita-Teknik, we encourage the development and diffusion of environmentally friendly technologies. We actively support a sustainable environmental progress through the development and distribution of intelligent control solutions for the wind industry, which improves the performance of wind turbines, and the overall competitiveness of 'clean' wind generated energy.

Mita-Teknik supports a precautionary approach to environmental challenges, and undertakes initiatives to promote greater environmental responsibility.

Overall, we consider our production process to have a relatively low impact on the environment, however we do recognize that parts of our production and transports have a negative impact on the environment, and we constantly work to minimize these effects.

Implementation

At Mita-Teknik, we actively support a sustainable and environmentally friendly progress.

We have completed self-assessment surveys with all global divisions in order to ensure compliance.

Waste Management:
Our waste management is in compliance with all applicable national laws and regulations, and we educate our employees in this area.

Travel Activity:
We continue to focus on reduced travel activity. Global travel policies have been implemented to ensure that we reduce our travel activities as much as possible with respect for running our business.

Performance Evaluation

In the past year, Mita-Teknik has not been subject to any investigations, legal cases or incidents involving violations to the environmental protection principles. No incidents or violations of the environmental protection principles have been reported to the Global Management Team.
Anti-corruption Principles

<table>
<thead>
<tr>
<th>Commitment</th>
</tr>
</thead>
<tbody>
<tr>
<td>Corruption and bribery are recognized as barriers to sustainable development and free trade, and Mita-Teknik supports the work against corruption in all its forms, including extortion and bribery.</td>
</tr>
</tbody>
</table>

Mita-Teknik acknowledges that minor business gifts and moderate entertainment, including meals, are accepted ways to build relationships. This practice must however always be conducted in a transparent way, and only to an extent appropriate to our integrity guidelines and business ethics.

<table>
<thead>
<tr>
<th>Implementation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Guidelines for handling issues of corruption, hospitality (gifts and entertainment) and donations are provided to employees through our Business Ethics document, CSR Policy and Code of Conduct.</td>
</tr>
</tbody>
</table>

All presents that are sent from customers and suppliers to employees at Mita-Teknik are collected and distributed via lottery. It is not allowed to have presents from customers or suppliers sent to a private address. Presents to employees must be sent to Mita-Teknik. The same applies for prizes and gifts that are won in a competition, in which they participate via their job. This policy is stated in our Employee Handbook.

We have completed self-assessment surveys with all global divisions in order to ensure compliance.

In 2017, we introduced a global whistleblower scheme. During 2019, we did not receive any cases.

<table>
<thead>
<tr>
<th>Action</th>
<th>KPI</th>
<th>Status</th>
<th>Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Global whistleblower programme</td>
<td>Cases that call for legal action</td>
<td>0 cases</td>
<td>0 cases</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Performance Evaluation</th>
</tr>
</thead>
<tbody>
<tr>
<td>In the past year, Mita-Teknik has not been subject to any investigations, legal cases or incidents involving anti-corruption violations. No incidents or violations of the anti-corruption principles have been reported to the Global Management Team.</td>
</tr>
</tbody>
</table>

Mita-Teknik
We Make Wind Competitive