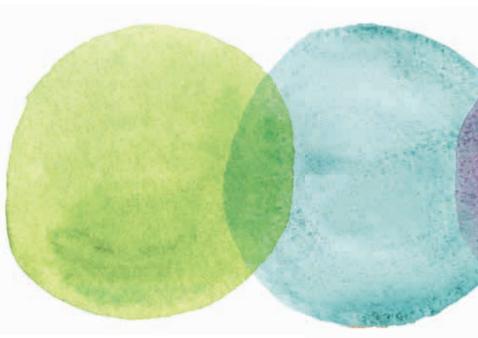
How a MAM product is made Sustainability Report 2013 / 2014



CONTENTS

HOW A MAM PRODUCT IS MADE





4 Foreword

6 MAM Worldwide

8 Vision and Values: We work for babies

10 Full Responsibility

11 Stakeholder-Engagement

PRODUCT DEVELOPMENT

The perfect soother shape

14 Success has many parents

16 Accident-free in everyday baby life

18 Daily parent conference on the web

20 Elephants (ours) can fly!

21 Prizes and Awards

PRODUCTION ACTIVITIES

22 Our hub in Hungary

25 Thank you, MAMa!

26Global social

28 Tough enough

29 I still have a question...



TRANSPORT AND USE

30 From granule to product

A travelling soother

34 MAM promotes research

37 A smaller footprint DISPOSAL AND RECYCLING

38 A clean affair

38 Soother art & upcycling

40 GRI G4 Content Index

42 MAM goals and projects

43 We want to be accountable!

This is an excerpt of the full report which contains additional facts, data and key figures about our company. You can find it online at: mambaby.com/report

Legal Notice

Published by: MAM Babyartikel GmbH, Lorenz-Mandl-Gasse 50, 1160 Vienna www.mambaby.com, Tel.: +43 1 49 141 0, Fax: +43 1 49 141 404 For questions about the report, please contact csr-team@mambaby.com Redaction, layout and production: Egger & Lerch, 1030 Wien, www.egger-lerch.at Expert advice: CSR company, www.csr-company.com Photos: MAM Babyartikel unless otherwise noted Printing: gugler GmbH, Auf der Schön 2, 3390 Melk, www.gugler.at







Responsibility is our core business

Do you speak CSR? For this printed edition of our second CSR Report you don't really need to understand the columns of numbers or the technical terms. We want to present the very important topic of corporate responsibility in an appealing, easy to read and yes, even entertaining form for our most important stakeholders, the parents, and also for medical experts, suppliers and business partners. Therefore, we will talk about the most important stages our products go through: from their production and use all the way to disposal and recycling options.

Of course, the full report is available on our website for CSR experts and all those interested in the in the hard facts and figures: mambaby.com/report.

Since our founding in 1976, the health, welfare and safety of future generations have been the centre of our business. We make products that soothe babies from birth to 3 years old, support breastfeeding and learning to eat, and which should also have a positive influence on oral and dental health as well as children's mental and physical development. Responsibility

What we do, we do carefully and wholeheartedly

is an inseparable part of our core business. What we do, we do carefully and wholeheartedly. We are always thinking about the impact it will have. In 2014 we drew up an internal code of conduct in which we set forth the values

and basic principles of our work (www. mambaby.com/code-of-conduct) and implemented it in our company. Education and training for the individual business segments will continue in 2015. We are also committed to a strict anti-corruption policy in 2015 which, through the help of team training, is now firmly anchored in our company. Fortunately, MAM has noted no cases of corruption or bribery to date. We also support the UN Global Compact and the OECD Guidelines, for which sustainable economic and social development is a major topic. We also began the development of a code of conduct for our suppliers in 2014. This process should be completed in 2015 so we can undertake joint measures with our suppliers.

Teamwork counts. Behind every MAM creation stands an outstanding network of medical and technical experts. They design products which provide optimal support for babies' development. We regularly involve parents in product development, too. We promote research on infant health and share what we learn by making the study results available on our web site for professionals. We also contribute our know-how to regulatory and standards commissions.

Thanks to our economic success we can support the research done by our expert community, provide our development team with sufficient resources for innovation, offer attractive jobs to our employees and be a reliable partner with production and distribution companies.

We control particular quality-critical parts of the production chain ourselves. Not only do we run our own production

4 54-1

^{*} For easier reading, the MAM/BAMED Group has been shortened to MAM.



Peter Röhrig, MAM founder



Niklaus Schertenleib, member of the board, General Manager

centre in Hungary, we also have our own facilities for producing latex teats in Thailand which meet European quality standards. Research and development remain at locations with high-tech expertise such as Austria.

One of our goals is to further reduce the impact our operations and products have on the climate. An energy efficiency audit conducted in 2013 formed the baseline for a continuous improvement process at our production site in Hungary. In mid-2015, work began on our new production facility in Thailand, the expansion of our production in Hungary and initial planning for our new research and development centre in Austria. We place high value on energy efficiency for all of our buildings.

An analysis of the carbon footprint of our baby bottles showed that not only manufacture, but also responsible use of the bottles by our consumers can make a significant contribution to CO₂ reduction, namely through gentle cleaning and sterilisation. Therefore, since 2015 we have clearly and directly informed parents about this necessity. Because we have a very large and active community, we use our web site and social media channels for this.

Analysis also brings other subjects to our attention, such as product life cycles. To our most important stakeholders, the parents, it is not only important that we develop our products with safety and health in mind, but also what happens to the products at the end of the product life cycle. That is why, for the last two years, we have set ourselves the goal of evaluating the disposal

phase and taking appropriate measures. Initial ideas and results can be seen in the "Disposal and Recycling" section.

We are proud of our second CSR Report and would like to thank all of our employees who were involved as well as our CSR team. This report should further strengthen the communication with

Together we are committed to the welfare, safety and health of babies

our stakeholders. Thus, we are highly interested to find out what you think of it and would appreciate your feedback, comments and suggestions: csr-team@mambaby.com.

The worldwide success of our products shows us that we are on the right track with our overall strategy. Over the last several years we have recorded growth rates in the high single to double digit range. But we also see the challenges associated with this growth: among other things, the timely production and delivery to our customers. To this end, we are currently increasing our internal resources. It is our declared goal to remain a reliable partner in the future. Together we are committed to the welfare, safety and health of the babies of this world!

for 7

Peter Röhrig MAM founder



Niklaus Schertenleib member of the board, General Manager

MAM Worldwide Figures from 2014

Worldwide, MAM products are sold in

continents.

bottles each day.

MAM is a member of international scientific and standardisation committees

MAM employs

people

are men.

Office locations

Vienna, Austria International Marketing & Design Centre

Siegendorf, Austria Research and development

Wollerau, Switzerland International sales and production coordination

Other companies of the MAM Group are based in:

- USA
- Brazil
- Great Britain
- Spain
- Sweden
- France
- Germany
- Hungary
- Greece



Production centres

Vaskeresztes, Hungary -302 employees at the "MAM Hungaria" production facility are responsible for the assembly and packaging of MAM products.

Hat Yai, Thailand We have been producing latex teats at MAM Thaimed since 2002. Materials, production quality and working conditions for the 96 employees meet highest European standards.

We work with more than

20
medical partners
around the world to develop
our products.

Globally, about **63**million MAM baby products are sold each year.

56.6% of the sales come from Europe and 26.3% from the USA.

What our employees say about MAM – you can read about this at: mambaby.com/report#statements

MAM products



Soothers

Developed with medical experts and designers and produced in different sizes.



Bottles & Cups

MAM baby bottles and drinking cups are available for every baby age.



Oral care & Teethers

Our oral care products provide for perfect cleaning and dental health.



Breastfeeding

Breast pads, breast pumps & associated products help mothers maintain an independent lifestyle.



Feeding

Our Learn-to-Eat products are perfectly suited to the skills and learning behaviour of young children.



Cleaning & Sterilising

The MAM Steam Steriliser and other cleaning products make everyday life easier for parents.

We work for babies

Vision – values – principles: We at MAM go to great lengths to continue developing and producing high quality products for babies and young children.

"Babies are the next generation, so what could be more responsible than working for their health and safety?" With this statement, MAM founder Peter Röhrig shows once again what, for nearly 40 years, makes the heart of our company beat faster: our babies. This can be felt wherever our employees, as well as doctors, parents, technicians, designers and many others, think about, develop, produce and communicate for the babies of this world. Where soothers, bottles and teethers make crying babies laugh and smile. Like any other successful company, we at MAM have a vision that guides the actions of all our employees – whether in Austria, Brazil, France, Thailand or at one of our many other MAM locations around the world. "We want to be the world's best brand for baby products - the most responsible, most innovative and most dedicated." A vision needs principles and values in order to become reality. These are ours...

..... THE CSR VISION

Distilled from our corporate vision we have developed a CSR goal that reflects our sustainable thinking and actions: We at MAM want to use our abilities to make the world better. More responsible. More far-sighted. Because the babies of today are the parents of tomorrow.



The MAM values – or: What guides our actions.

Attention to detail

We put an enormous amount of care and attention into every action and decision, whether it is production, design or the choice of suppliers, as if it were for the most important baby in the world. Only this way can we ensure the highest quality for our products.

Concentration on core products

Concentration on core products: We produce only what we know how to do very well. For an age group that we know: Babies from 0 to 3 years old. Soothing, breastfeeding, learning to eat as well as oral hygiene – we are completely at home in this area. We feel comfortable there and that's where we want to stay.

Combining functionality and design

Either attractive or functional. That was the choice parents had to make in the 1970s. Then came Peter Röhrig who, along with scientists, doctors and designers from the Vienna University of Applied Arts, developed a soother that was both. Ever since then, we stand for baby products that can be proud of their appearance, too.

Innovation

We are constantly striving to become even better. That's why we conduct and promote research on infant health and keep ourselves up to date with the latest manufacturing techniques, materials and developments in the industry.

8 64-56





Best Teamwork

When a baby has a stomach ache, a paediatrician knows best. A developmental psychologist has experience with children who pronounce an "S" different from other children. The production engineer can explain the difference between natural latex and silicone. And a designer manages to bring all of the demands of the doctors, psychologists and technicians together in a form that also looks great. Not to mention the mother who puts our prototype to the test in everyday life. Our products blend passion, knowledge and the experience of doctors, scientists, parents, midwives, lactation consultants, technicians, recognised designers and other experts who are engaged whenever needed.

Employee Satisfaction

Our success depends on the people who work for us and with us. We are convinced that people who like coming to work early operate with greater love and passion – and that is something that can be felt in our soothers, bottles and other products, as well as in communicating with customers. Expansion at any cost is not an option for us. We put great importance on secure jobs with high levels of satisfaction. All locations outside of Europe are also run according to European standards.

Customer satisfaction

Babies are our most critical customers. If they don't like something, the parents are the first to find out. But they also see when something works really well. For many customers these moments are so special that they share them with us or even become real MAM ambassadors themselves. What could confirm our course better than that?

Social

responsibility

Being a parent is the most important job in the world because the babies of today are our future. We at MAM use all of our resources to provide babies with a bright future. Through a responsible work ethic we take care not only that our products are of the highest quality, safe and practical. We also work carefully in all stages of production to protect and preserve the environment for generations to come. We do this to make the lives of babies and their parents easier and happier.

G₄-₅6

Full Responsibility

Conscientious from the start (1976). Since our founding, the welfare, safety and health of babies have been the focus of our business. We make products that soothe babies from birth to 3 years old, support breastfeeding and learning to eat, which also have a positive influence on oral and dental health as well as physical development.

Whatever we do, we do carefully, wholeheartedly and we are always thinking about the impact it will leave behind. From the perspective of the company and that of our stakeholders, the following topics are essential for MAM.

Responsible products. Infant health is important to us. Therefore, all MAM products are developed in close cooperation with our stakeholders: with medical experts, parents, our employees from all over the world and our suppliers. In order to best meet our responsibilities as a maker of baby products we have a close relationship with our customers – that is, parents and their babies – and get to know their needs. When we develop a new product it entails a long, detailed process. And this is a matter of principle. Only then can we be certain that our products meet the demands and preferences of babies and their families and that maximum safety is guaranteed.

Responsible procurement. Our products are developed, produced and sold in best accordance with our knowledge and conscience. This means that we also pay attention to where our resources come from. Of our suppliers, from whom we only purchase high quality materials, 85 percent are in Austria. We handle critical parts of production ourselves. That is why we have our own manufacturing facility in Hungary and produce our own latex in Hat Yai, Thailand, utterly adhering to European labour and social standards. Research and development remain at locations with high-tech expertise such as Austria.

Responsible employer. Thanks to our economic success we can support the research by our community of experts,

provide our development team with sufficient resources for innovation, offer our employees attractive jobs and be a reliable partner with production and distribution companies.

As a manufacturer of baby products, the well-being of mothers and fathers is also particularly close to our hearts. Over 60 percent of our employees are parents themselves, and many more are parents-to be. Work – life balance, a pleasant working atmosphere, unusual company services and diverse opportunities are all of special concern to us.

Responsible handling of the **environment.** But we don't want to simply make the right products for parents and babies. Rather, we feel a responsibility to the world in which the babies of today will live in as adults in the future. Therefore, we place great value on minimising the environmental impact of our company as much as possible. Energy efficiency, careful use of resources and functional recycling management are all highly important to us.

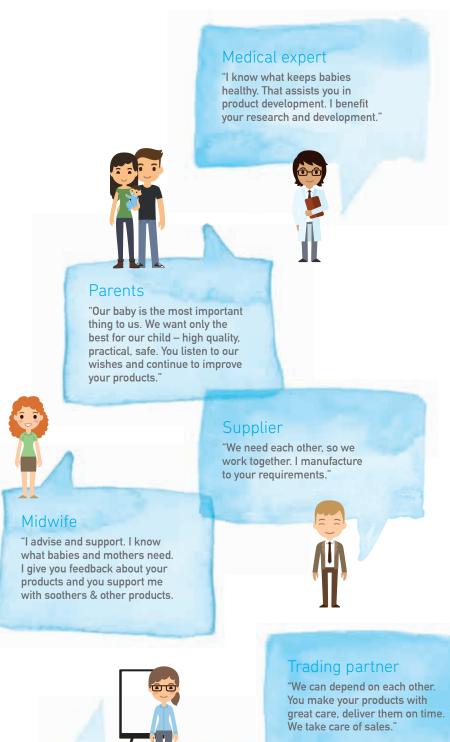
How is a MAM product made? From direct and continuous dialogue with our stakeholders we know that the most frequently asked question, especially by parents, is: How is a MAM product made? This important question forms the cornerstone of our report for 2013 and 2014. The answer is based on the product life cycle all the way from development to production, from sale and use to disposal or recycling.

Responsible

products

Our key topics and effects can be found again in different chapters:

Product Development Production Activities Responsible employer, Responsible handling of the environment, Responsible procurement Transport and Use Responsible procurement. Responsible products Disposal and Responsible handling Recycling of the environment



Partnership

Stakeholder Engagement: Good relationships with our stakeholders are important in all areas – from product development to production, distribution and sales.

To keep on actively working together with parents, doctors, suppliers and others we constantly maintain and improve our contacts. Through the involvement of various departments in an annual CSR Team workshop, all items of interest and their origin are discussed and prioritised according to their impact and urgency.



Employee

"A good work atmosphere needs enthusiasm. I feel good at MAM and that makes me satisfied and dedicated in my work. This is what makes high quality baby products."



"Only when MAM is successful and profitable can we guarantee jobs, invest in research and development and support the health of the babies.



The perfect soother shape

From idea to premium product: The teat neck should be thin so it does not strain babies' jaws. Years went by, however, until the idea of MAM founder Peter Röhrig earned the name "Perfect" and went into production as a MAM premium soother. MAM's "mastermind in product development", Thomas Rohaczek remembers hits and misses in the development process.

Peter Röhrig doesn't remember exactly when he first thought about developing a soother teat that even critical dentists could recommend without misgivings. It must have been shortly before, or just after the company was founded in the 1970s. He wanted not just a good, but a perfect soother teat. So he talked with experts, optimised his products – and for a long time was not entirely satisfied...

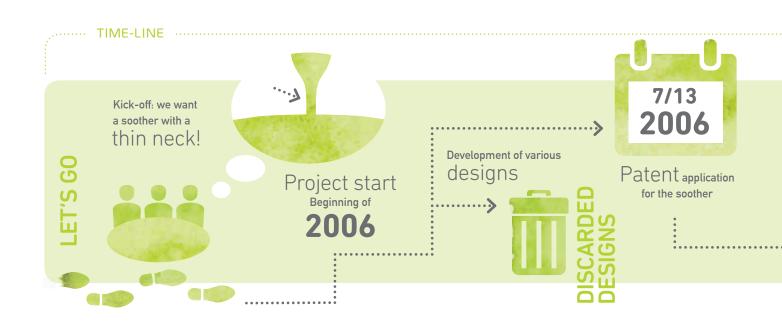
Soft or safe?...that is, until the silicone teat came into fashion. Until then, latex had been the sole teat material. It is softer and more flexible than silicone but the disadvantage is that it ages rather quickly and becomes somewhat unsightly through frequent sterilising and exposure to UV rays. At the end of the 90s, demand for latex or silicone was

fairly equal. Today more than 90% of MAM soothers sold world-wide are silicone. The challenge was to develop a silicone teat that was tear-resistant and safe but also flexible, soft and therefore tooth and gum-friendly.

Prototype with a loop. The material, and more specifically the specific composition of the silicone, had already been optimised by the supplier. Peter Röhrig was certain: "The key to the perfect soother is the shape." The section between the child's teeth, the teat neck, has to be as thin as possible. Peter Röhrig called in his product development team, among them Thomas Rohaczek, head of product development at MAM. "At that time, we came up with a teat that had a relatively easy to produce loop instead of a closed

bulb in the front", recalls the product developer. "Sketches were drawn up and the first few prototypes were made by hand. I even took a soother to my neighbour. We watched to see what her baby would do..."

Back to the beginning. But the baby could not keep the soother in its mouth. Also, saliva collected in the loop and then dripped all over mommy's blouse... No, this soother was not a hit! Thomas Rohaczek didn't stay disappointed for long. "You have to be patient. The best thing for a product developer is when you can create a successful, production-ready product from an idea that no one has had before. To do this though, you have to try and try again!" MAM asked a long-term supplier for advice. The technicians





Sketches, graphics and 3D prototypes are online at: mambaby.com/report#creation

"You have to try

and try again to turn an idea into

a production-ready product."

Thomas Rohaczek, Head of Product Development at MAM

from a the silicone processing supplier in Upper Austria and the MAM developers from Siegendorf got together at a highway rest stop about half way between their offices. With some note paper and a four colour pen Thomas Rohaczek sketched out his vision for a new manufacturing method for the thin teat neck. And finally came a relieving "Now that's something we can do!"

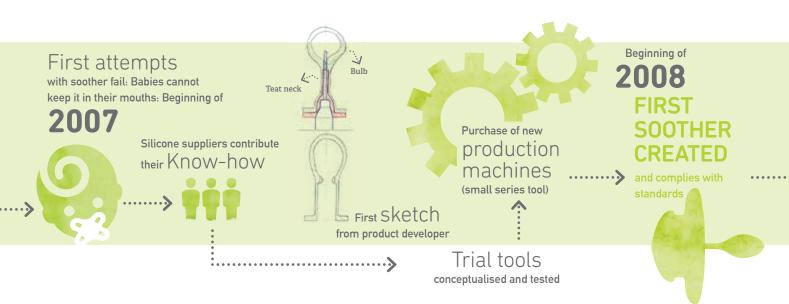
And it was good... The idea of what the injection moulds would have to look like to produce a teat with an extra thin neck was discussed. After about three hours, they hit on a brilliant idea, says Thomas: "We had the brainstorm of breaking down the production process into two additional steps to make it possible to produce a closed, ventilated teat bulb in

combination with an extra thin neck in the back." A new tool was developed in the following weeks for the essential first step. Then, things could get started. Prototypes were made again. "The birth of my children was more exciting – but this is quite a bit like that:
You have an idea and a few months later you proudly hold the result in your hands..." Thomas will never forget that moment. Parent testers were satisfied with the new prototype, dentists were happy with it and above all. babies loved it.

Fine tuning phase. "For our first prototype we just used a standard soother as the starting point for the next steps in the process. Then it was a question The "Perfect" was optimised for years to earn its name: 60% thinner and four times softer than standard silicone soothers.*



* Average values: 36% – 76% thinner / 2 to 8 times softer than standard silicone soothers.



Success has many parents

Two heads are better than one at MAM. Product development takes teamwork.

Because health, practicality and a pleasing appearance are in equal demand, MAM works with a large network of experts – from doctors and midwives to plastics engineers and designers to parents.

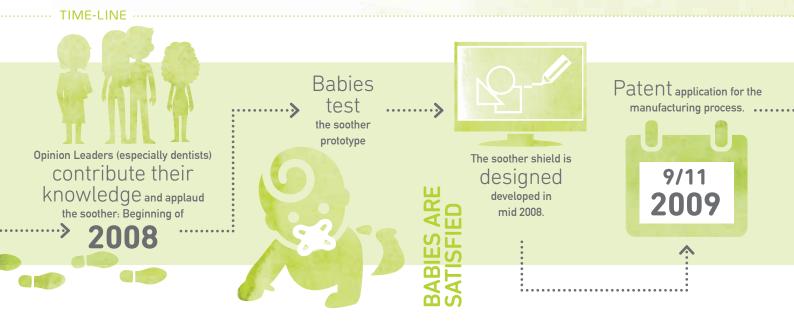
My vision was always to combine medical and aesthetic standards. The products should be perfect and provide enjoyment across the board!

In the interim MAM has set new milestones in the development of baby products. Besides the Anti-Colic bottle, the "Perfect" silicone soother stands out. It puts very little pressure on baby's jaw so it has practically no influence on teeth development.

The aim during development of the MAM Perfect was, on the one hand, to produce a soother that met parents' demands for a durable and visually appealing product and on the other, to meet the requirements of physicians for an alternative that promotes healthy teeth and jaw development.

of finding an optimal teat shape that looked good after all these steps." With the help of a computer program, Thomas and his team simulated the perfect end result and derived the ideal shape for the upstream steps. They even made a model from a 3-D printer. That was back in 2008 so it wasn't as good as today since soft parts could not be printed. Safety tests were conducted and feedback obtained from the parents. Professor Bantleon, an orthodontist, supported us on the medical side. There are devices in his institute that actually measure the force of orthodontic braces on the jaw. We were able to test out our new "Perfect" there and compare it to our other products, and of course to the competition. We soon had the results beyond all doubt: We have set new standards in dental health with the "Perfect"!

You can see an animated version of the process from idea to product at: mambaby.com/report#development



Peter Röhrig, company founder



Especially around the incisors, the teat should be as thin as possible to

minimise negative effects on the teeth and jaw.

Dr. Michael Bertl, Dentist at the University clinic in Vienna, Austria

Just how do you produce an extremely thin teat neck that is still tear-resistant?

The teats are hollow on the inside. In order to make them, we need a certain minimum thickness for the silicone walls. We had to rethink the manufacturing process to make a thinner teat neck.

Thomas Rohaczek,
Head of Product Development at MAM

MAM product developers sat down with the technicians at long-standing partner Starlim Sterner and engineered a new production process for silicone soothers with a teat neck (the section the baby bites) that ranges from 36 – 76 per cent thinner and 2 to 8 times softer than regular soothers. These results were obtained from studies and measurements at the Vienna University Dental Clinic in Austria under the direction of Dr. Hans-Peter Bantleon as well as by the Austrian Research Institute. The experts' conclusion was positive.



The MAM Perfect minimizes the risk of malocclusions such creased overbite or

as an increased overbite or open bite.

Dr. Yvonne Wagner,
Dentist and specialist for Preventive and Paediatric Dentistry

The MAM Perfect packaging concept is extraordinary. The packaging can be used over the entire life of the product for storing, carrying and sterilising the soother.



Our multi-purpose packaging has been so well received that

we have expanded the concept to the other MAM pacifiers. Now all MAM soothers can be easily and hygienically stored, taken anywhere and sterilised in the microwave using very little energy.

Verena Aringer-Zach, Team lead Product management MAM





Accident-free in everyday baby life

Standards for baby products are not just met at MAM, they are exceeded. Besides that, we help define them. For 25 years, MAM founder Peter Röhrig has been working to shape the development of relevant standards at the EU level.

To make baby products safe, their materials, production and function are guided by European-wide regulations. At MAM, we not only comply with these regulations, we exceed them. For example, our products have long been free of Bisphenol; we do not use PVC or Phthalate and use food-grade raw materials for products that come into contact with saliva, even though there are no legal requirements for this.

MAM sets standards

Our experts from research and development as well as from production are constantly working to gain new insights. We don't just use this know-how to improve our own products. We contribute to the development of safety standards for baby products by making it available to the authorities. Several European standards go back to the initiative and expertise of MAM, such as the baby

bottles EN 14350 standard and the pacifier standard EN 1400 that define technical safety requirements (like the size of a soother shield or the provision that there must be no sharp edges or corners) and the corresponding methods of testing. Peter Röhrig heads the work group "Feeding, Drinking, Sucking and similar functions" which defines relevant standards at the European level. We had six questions for him.

What requirements do baby products have to meet?

Peter Röhrig: They can't be easy to bite through or swallow. They can't be breakable. They must also be made from clean and safe materials. Instructions for use and warnings must accompany each product. Safety standards define these requirements. Originally, they varied

BEYOND THE STANDARDS

We make our products with great care, going above and beyond the legal requirements and government safety standards:

- MAM products were already free of Bisphenol A (BPA) long before the legal requirements that exist in most countries today.
- Our internal requirements for tensile Strength according to European Norm EN 1400 (pacifier standard) are actually much higher than required.
- We do NOT USE PVC or phthalates (nor in our packaging) even though there is no prohibition.
- Our products that come into contact with saliva or are put in the mouth are produced using only food-grade raw materials. This applies, for example, to soother clips and teethers although there are no legal specifications regarding this.

greatly between European countries and in some, there were none at all. Today, European safety standards are the most extensive and strictest worldwide.

Who creates the standards?

The rules are defined by the CEN Standardisation Commission under the division of "Child use and care articles". The Commission has been in existence for 25 years and I have been part of it from the beginning. It includes of scientific staff from public and private laboratories, members of consumer groups, manufacturers, standards employees and is divided into seven working groups. I lead the group "Feeding, drinking, sucking and similar functions".

How is a new standard created?

We look at the existing standards and accident reports from hospitals and then we create a risk analysis. In the chemical and toxicological fields we focus closely on the findings of the EFSA (European Food Safety Authority), of REACH (Registration, Evaluation, Authorisation and Restriction of Chemicals) and the FDA (Food and Drug Administration, United States). From this checklists are generated which are used to define how a product must be tested.

Which standard do you view as a milestone?

The standard for soother clips. Previously parents simply tied a cord to the soother. This resulted in deaths by strangulation. In response to this, we developed soother clips with a leash having a maximum length of 220 mm, a length that is both safe and practical. That was 15 years ago and there hasn't been a single fatality since.

What are the current issues for safety standards?

We work intensively with ingredients. An early example is the BPA-free MAM bottle which went on the market in 2002. At the time, sales were low but now we are successful with it since BPA is banned in baby bottles.

Why are you involved in the Standardisation Commission?

With baby products, safety is essential because it's all about the most important thing we have – our children. With good standards, we protect them from dangerous products. For me, that is the best reason to remain active. In the last 25 years, we have been able to reduce accidents with baby products to a minimum. I'm very proud of that.



MAM AND BIOPLASTICS

We do not currently use DIOPLASTICS, which are plastics made from natural raw materials. To date, they do not have the level of resistance to heat or breaking to meet our high standards for safety and hygiene. However, MAM is in principle not opposed to this natural alternative. On the contrary, we have been participating in an international research project to improve the properties of bioplastics since 2008.

We do not use recycled plastic since there are no unmixed recyclates available, i.e. what materials were recycled, where they came from and how clean they were cannot be determined. Therefore, we can't ensure that the recycled material is not harmful to health. Thus, we do not want to use it to make baby products.

"We constantly develop our standards through the use of risk analysis and accident reports."

Peter Röhrig, MAM founder

Daily parent conference on the web

Active Dialogue. In the MAM Club, on Facebook and via email, we at MAM are happy to answer questions and listen to the feedback from our customers because talking with one another is the best way to respond to the needs of parents and babies.

MAM Club

Those registered in the MAM Club not only receive the latest information, they also enjoy many practical benefits: In the exciting time before the birth of their child, as many as 50,000 people have subscribed to our pregnancy calendar. We provide advice for expecting mothers and give them tips on nutrition, breastfeeding, oral hygiene and other topics related to pregnancy and childbirth. For babies already here, they can follow the development calendar which shows what the children learn at what age and find out things like how they can best sleep, which foods taste good or proper teeth brushing from the start. And, there are always special offers for the over 250,000 members in our Online Shop. In addition, MAM Club members can be product testers (see info box). Their experience and know-how help ensure that MAM products coming to market are of the highest quality.



The development calendar informs parents about the different phases

Exclusive product tester

Mums and dads in our MAM Club can be product testers - most recently for the new silicone spout on our MAM Starter Cups. This development was especially challenging since on one hand it is for children to drink with and on the other. it has to be easy for parents to clean. So that everyone would be happy, it was only produced once all of the 442 test parents tried it. They checked whether the spout sealed properly, if it was soft enough and was easy to clean and if the child could easily drink with it. After their feedback (at one



point too little drink came out; at another, the material cracked) we improved and optimised it four times over a period of two years. It really paid off: Now the drinking spout is immediately accepted by 80% of the children who try it. Through tests like these our baby products become the helpful companions that people expect from the MAM brand.

www.mambaby.com/mamclub

Facebook

We have been active on Facebook for several years. On this social platform, more than 700,000 people from 30 countries learn what's going on at MAM, participate in sweepstakes and pose questions such as: Where can I buy size 2 teats? What new products are available? What colours do they come in? What is the difference between milk and tea teats? How ecological are pacifiers? Facebook activity increases especially after controversial media reports. The MAM Experts clear up the confusion and also better discover the needs of our customers this way.



The second direct line for personal concerns are emails sent to consumer.service@mambaby.com. Of the nearly 16,000 that reached us last year from all over the world, customers asked foremost about our products and their availability followed by requests for twin packs. Very rarely did it involve complaints. Naturally, we at MAM are happy about that. It also shows that the feedback process with parents really works!

Our MAM
Fans provide
product use tips on
Facebook.
Susanne Knoll,
Teamlead Digital Marketing, MAM Wien

For personal

us by email.

concerns it is

best to contact



THE NUMBERS 2013/2014

700,000
Facebook members from 30 countries

250,000 members in the MAM Club worldwide

50,000
people have subscribed to the pregnancy calendar

16,000 answers to customer questions via email

Extremely low complaint

rate of **68** per **1,000,000** MAM products

442 product testers just for the MAM Starter Cup

22 product tests in 5 different countries*

57 studies with 15,436 participants from 11 different countries*

*2012-2014

Elephants (ours) can fly!

Outstanding in design and function. With a large dose of fun and creativity, Birgit Beaca-Krenn and her team conjure up the playful colours for MAM baby products. The appealing motifs are not only cute; they also meet strict quality criteria.

Where do you draw inspiration for the designs that decorate MAM baby products such as the "Anti Colic Nature Forest" Bottle?

Our creations are oriented to baby and children's fashion trends. The idea being, that the colours and designs of products like soothers go with baby and children's outfits. For example, all of the designs in the "Nature Forest" collection revolve around forest animals.

We try to implement the motifs in an

Our creations are oriented to fashion trends and we try to implement the motifs in an imaginative manner.

Birgit Beaca-Krenr International Collection Management,

imaginative and playful manner. For example, we have a "Nature Sky" collection with animals that can fly. At first, one might think of birds. But not just animals with wings can fly. So can a little elephant in a hot air balloon, for example.

Who decides which designs go on the bottles?

The concepts from the designers are first appraised internally at MAM. Next, they are shown to parents to get their feedback. Only then do the new designs go to our plant in Hungary for production. In total, we have about 20 different collection themes and over 350 annually changing motifs.

Where must care be taken during production?

The inks must be chosen with great care and subjected to the strictest safety requirements to ensure they are not harmful to either the child or the environment. All colours used by MAM are pigment-based and internationally approved for use with food.



The flying elephant of the "Nature Sky" Collection

Which quality criteria are important for printing?

The quality of printed products is regularly checked for durability and surface adhesion. No harmful colorant is allowed to migrate out of the end product. All printing must be resistant to sweat and saliva.

You can find all details about the ingredients and safety of our inks in the appendix on pages A 20 and A 21 of the full report at mamaby.com/report

34 inventions, 117 patents and 18 registered designs. Over **214** design patents for 44 products.



Prizes

and Awards



The prestigious

"National Parenting Publications Awards"

has been recognising children's and baby products in the USA for 25 years – like our • MAM Mini Air and • MAM Trainer with Silver in 2013. Last year in 2014 we swept three awards: The • MAM Start and • Oral Care Rabbit won gold and the • MAM Anti-Colic bottle took silver.



$\begin{tabular}{l} ``Mother \& Baby''$_{is a}$\\ leading magazine worldwide for mothers \end{tabular}$

leading magazine worldwide for mothers and babies. Our MAM Starterset won gold in 2013 in the Singapore edition. One year later we won in Great Britain with our MAM Milkpowder Box.



The Irish platform "Families First"

provides advice and support for parents and the institution releases the annual Family First Awards. The "Best Feeding Product" for 2013 was our

MAM General Set (available only in the UK).



At the German "Mommy Award"

from Netmoms in 2013 more than 4,000 mothers voted for the best prams, toys & Co.:
Our

MAM Cooler won in the "Grasping toys, Rattles and Teethers" category.



Our **©** MAM Original Animal won as best soother at the America's Baby "Best of the Year 2013" Award.







"We only produce as much as needed."

Our hub in Hungary. In Vaskeresztes our MAM products are assembled, packaged and shipped. Orders from around the world also go through Hungary. The team ensures intelligent logistics that preserve resources and the environment.

Vaskeresztes, Hungarian for "large town", doesn't actually live up to its name. According to the the latest census in 2004, the village has only 351 inhabitants. It is a quiet little town near the Austrian-Hungarian border that Peter Röhrig became hugely involved with 25 years ago when he opened the first MAM factory there. What started with just eight employees has grown to a site with as many workers as the town has residents. The company also became an important employer in the region. Here is where MAM soothers, bottles and other products are assembled and packaged for shipment around the world. Right from the outset, the

Hungarian plant has been involved with conserving resources and promoting social responsibility.

Sustainable planning. Production on demand lies at the heart of conserving resources. Logistics places a high demand on production manager Gabor Csik and his team as they coordinate orders from around the world with supply and delivery schedules. If, for example, MAM Brazil orders 10,000 "Start" pacifiers for newborns with a hedgehog design, then exactly 10,000 pieces are produced and shipped. "There is no overproduction, resources are not

wasted and we don't generate any unnecessary waste," says Gabor. The babies in Brazil can start sucking on their soothers in about three months. It is not always so easy to plan the whole process so that all of our delivery dates can be met. "Thanks to our experience, it nearly always works out!"

Quality from Austria. "Production on demand is of course a challenge for our suppliers," says Gabor. "They, too, have to be flexible." Strict, constantly monitored quality criteria must be met to become a MAM supplier. 85% of the suppliers are located in Austria. This also means







We maintain a short transport route and minimise waste by avoiding overproduction.

Gabor Csik, Production Manager

a short transport route to Vaskeresztes. Of course, not having to ship individual items back and forth across Europe or even the entire world is good for the environment too.

Environmentally certified. The MAM production site in Vaskeresztes is committed to uphold strict environmental guidelines. Since 2007, it has been certified to ISO 14001, the international environmental management standard. Among other things, MAM has pledged the efficient use of energy: In 2013 we had an energy-efficiency check made which summarised energy requirements and

provided recommendations to reduce CO₂ emissions from lighting, machinery, ventilation, heating, air conditioning and other operations. These recommendations are gradually being implemented. "Ultimately, it is our goal to achieve climate neutrality so that in the future we no longer impact the environment!" Gabor says. This is a planned long-term goal. In the meantime, other energy efficient measures such as switching to LED lighting and the use of special light sensors are being effected. There is also a plan to launch an an energy management system by 2018 to further reduce energy requirements and pave the way to

ISO 50001 certification of the production centre as an energy efficient operation.

More than just a few workers' rights.

MAM is an important employer in the region, and a popular one besides, since it offers a work atmosphere that is not customary in Hungary. "As a maker of

baby products, family-friendliness is of course especially important to us. Our people can, for example, switch to parttime whenever they like, or job-share with a colleague", explains Gabor. But employees also enjoy other little touches, with which the company expresses its

appreciation: things like free fruit at work or free tickets to the swimming pool. Read more about employee benefits at right. "MAM is one of the best-liked employers in the world", sums up Gabor. "My colleagues and I know the reason why!"

The production centres in Hungary and Thailand offer many employee benefits.

KEY FIGURES FOR PRODUCTION SITES 2014

	Hungary	Thailand
Number of employees	302	96
Percentage of women employees	80%	75 %
Percentage of employees with chi	ldren 70%	69 %
Management systems	ISO 9001 ISO 14001	ISO 9001
Material used in t/yr.	2,730.1	119.3
CO ₂ emissions	1,002.42 t	556.31 t
Energy use in kwh/year	2,816,142	1,265,901
Waste generation in t/yr.	244.5	21.7
Water usage in m³/yr.	3,491	3,295

Rewards for hard work

Benefits for the team. In Austria, Hungary and Thailand, MAM offers employees benefits far beyond their pay.

Austria: Yoga and massages, legal assistance and auto insurance are just a few of the benefits for our employees in Vienna. There are additional benefits at our production sites outside Austria...

HUNGARY: MAM employees are offered massages in Vaskeresztes. They also have free access to the swimming pool and fitness centre in the village, can take language courses and receive care from the company physician: Preventive care, eye exams, mammography and immunisations are free. Should personal problems arise, MAM provides financial and legal support. A company bus can be used free of charge to get to and from work. Employees are given theatre tickets as an expression of company thanks.

Thailand: In Hat Yai our MAM employees and their families receive supplemental insurance and a medical exam every year. Special examinations, should they be required, are paid for. MAM Thailand pays more than half of the child care fees up to the age of 4 and supports their education from an in-house Kindergarten up through the 12th year of school. MAM employees have more holidays than the usual in Thailand. Financial gifts and congratulations are given for birthdays, weddings and births. Support is even provided when there is a death in the family.

Thank you, MAMa!

Bachelor's degree with MAM Thailand. Helping the more than 95 employees and their families have the chance for a good life and possibilities for advancement is a high priority at the MAM Thai subsidiary Thaimed. The company offers interest-free loans. Employee Natya Bensamah was able to send her daughter to university with such a loan. The new graduate reports.

My mother Natya Bensamah has been working at Thaimed since the first day. She works in the production of latex teats for baby soothers. She has been there 13 years now. It's safe and clean work, which is not always the case in my country. Especially not for women. So, my mum really likes her work. That's not just because of the timely and good pay, but also because of the personal atmosphere at work. Every year on her birthday, mum comes home with a gift basket from the company. Thaimed has never forgotten to congratulate her on her birthday. It is a nice gesture. They show that mum and her colleagues are not just valued as skilled workers, but as people, too. Thaimed is also very generous when it comes to supporting its employees. I have a lot to thank for this.

Even as a child I liked going to school.
That's why I wanted to go to university and study after graduation. It's not so easy in Thailand, though. An education costs a lot of money: Fees, books, living expenses.
And I'm not the only child in my family!
Coming up with the fees and tuition for more than one child is a huge challenge.
Mum has always fretted over how she could provide us with a good education.

There is no one in our circle of family and friends who could raise such a large sum of money. That's why mum went to several



Natya Bensamah (left) received a loan for her daughter Methawy (right) to study at university.

banks to ask for a loan. It didn't take long to see though, that the interest rates were too high and the risk too great. Then she had the idea to ask her employer for help. A great idea, because Thaimed quickly, and without much formality, provided us with an interest-free loan.

The relief was indescribable. Mainly because we had all but given up hope that this dream could still come true. All the more reason I worked very hard while studying and now I have my diploma from the Rajamangala University of Technology Srivijaya Songkhla. There are many opportunities open to me now with my degree. I am very grateful to Thaimed and of course, my mother!

Global Social

International Engagement. Outside the company too, MAM helps many social institutions around the world.

Germany

In Germany, the "Prevention is Everything" programme in Jena against early childhood dental caries is supported. Furthermore, local charities are buoyed by the company Christmas campaign known as "Good Deeds Instead of Cards".

France

MAM France is an official sponsor of "Prem Up", a science foundation conducting research on prematurity,

informing future mothers how to limit the risks of prematurity. The communication of health messages to pregnant women is actively supported and, to name one example, donations for Prem Up raised at baby fairs. MAM products nearing their expiration date or with marred packaging are donated to various charity organisations such as Restos du Coeur and Secours Catholique.

Greece

MAM products are sent to the immigration office in Thessaloniki which, even with slightly damaged packaging still bring some happiness to many asylum seekers. The same service is performed for the NGO "Apostoli", of the Archdiocese of Athens.



MAM Germany implemented the campaign "Good Deeds Instead of Cards" (above on the left), the MAM UK team (above on the right) supports the charity "Shooting Star Chase". In Austria, MAM supports Mother&Child houses and finances excursions for the children.





The MAM USA team supported the "Pajama Program" in 2014.

Great Britain

The organisation "Shooting Star Chase" supports children's hospice centres. Lottery donations raise nearly 300,000 euros annually. On Facebook, old stamps are called for which are then sold to raise funds. And to cap it off, the programme "Recycl4Charity" receives old printer toners, and the Shooting Stars get donations as well.

Austria

Mothers with children who, for some reason, suddenly find themselves on the street seek refuge in various mother-child houses in Vienna. MAM also supports and helps these through different activities. With a €1 donation per purchase at the Baby Expo and donations from the St. Nicholas and Christmas campaigns, they can purchase things like changing tables, toys and clothes. Family outings let mothers and children smile again and at Info-Afternoons, midwives provide information on proper baby care.

Sweden

In Sweden, the charity organisation "Invisible Friend" is supported, giving children whose mothers are in jail in Thailand ragdolls in a special manner. When you purchase an 'invisible friend doll', you buy two, but keep only one. The organisation then sends the second doll to an 'invisible child' inside the walls of a



prison or to an orphanage. MAM Sweden has also supported SOS Children's Villages over the years.

Switzerland

MAM products also go to charities in Switzerland. They are donated to Swiss Handicap, which is an organisation for disabled sports and the foundations Wunderlampe (Magic Lamp) and Conteur Sans Frontiers (Storytellers Without Borders) to help solve children's psychological problems.

USA

Through volunteer days in 2014, the entire MAM USA team organised and repackaged books and pyjamas for the "Pajama Program" to help socially disadvantaged children. In the United States, support is provided to the United Nations Foundation's "Shot@Life" campaign which provides vaccinations to over 1 billion children in developing nations worldwide as well as the Toys R Us Children's Fund and the charity initiative by the Wakenfood Cooperation. In addtion, local charities are given monetary support.

Whether asylum seekers in Greece or children in Swedish prisons — we support children all over the world

At MAM
USA we believe in supporting all Mothers and Children and by volunteering our time to local charities.

Jennifer Mitchell, Vice President Sales, MAM USA

Tough enough

Hardness tests. They are twisted, squashed, scalded and generally maltreated: Before they are allowed to land in the hands and mouths of babies, MAM products undergo a series of the toughest tests, as MAM compliance manager Hortenzia Csiszár from Vaskeresztes explains.

How is a soother tested before it is allowed to be used by babies?

Hortenzia Csiszár: Every single MAM soother has to withstand a pull test. This is where we try to pull the teat from the soother shield. There is a separate device for this at the end of each production line. We are always doing random checks to see if the soothers stand up to chewing and biting by baby teeth. Aside from that, we squeeze and twist them and let them fall to the floor. Last but not least, we try to pierce the teat. Just imagine that we try to destroy the soother in every way possible. If they survive all of this, they are fit to be sold.

That's a lot of tests for such small parts...

Oh, but that's not all! The test soothers even spend a week in the oven at 70°C. Afterwards, we put them in boiling water for 10 minutes. Our soothers have to survive this in order to be sold in the EU. On top of that we test the soother clips to make sure they are crack resistant for as long as required and sufficiently tear-resistant. We also check the

storage boxes. They are put in the microwave fifty times in a row. This is so we can be sure they can be sterilised often enough without suffering any damage.

Do the bottles have to pass just as many tests?

Oh yeah, we check plenty of things here too. We have to make sure that the bottles can bear the constant use of being in babies' hands and mouths. Are they resistant to ageing? Do they truly have no effect on the taste of the drinks they are used for? Do they stay sealed? Does as much liquid fit inside as it says on the outside? Is the measuring scale printed on the bottle accurate? For the Anti-Colic bottles, there is a test of their self-sterilising feature and the bottle teats are checked with a digital camera. Is the shape right? Is the surface free of defects?

What happens when you use new materials?

With every new production line, each new material and every new colour and shape we conduct literally hundreds of tests. If the colour of a soother is changed, for example, there can be up to 25 test procedures on 400 soothers.

Having a presence in so many markets probably doesn't make it any easier.

You said it. We've mastered an alphabet soup of standards! In terms of national regulations, there are fundamental differences between the USA, the EU, Australia and Canada. For example, there is no drop test required for bottles in

Bottles and soothers are thoroughly tested before they go on sale – they are stretched (above) and tested for durability and surface adhesion of the

printing (below).



No MAM soother can escape the test procedures, performed in our labs at MAM Hungaria and Thaimed as well as external testing laboratories from TÜV SÜD, Swiss Quality Testing Services and SGS Fresenius.

We try to destroy the soother in every imaginable way.

Hortenzia Csiszár,

MAM-Compliance Manager

the EU but there is in other places. In the USA and Brazil a bottle must survive ten drops, in China only two. The prescribed drop height ranges from 93-120 cm. To ensure that all of our bottles can be sold in every country, we have implemented our own standard: No damage after being dropped ten times from a height of 170 cm.

I still have a question...

Safety for their babies – that is the topic that interests our customers most. Each year, MAM answers about 16,000 consumer enquiries. Here are a few of the most common ones...

I prefer to use the MAM silicone teat because latex doesn't feel as nice to me. Just what is

silicone exactly? And wouldn't latex be better?

Silicones are composed of silicone and oxygen. Their structure is very similar to quartz. The silicones used by MAM are extensively tested and comply with all standards. Even with heavy use, they remain clean and hygienic. Unlike

teats made from latex, silicone teats do not age. However, silicone is not quite as bite resistant and a bit less elastic than latex. Which one you decide on may depend on your baby's preference.

What liquid is inside the MAM teether?

Do I need to worry that my baby could swallow some of it?

Our teethers undergo intensive testing for durability and will not leak under normal circumstances. If they do though, it is no problem since the liquid is simply distilled water. Even if the baby were to swallow all of it, there would be no health risk. Scientific studies have shown that consuming distilled water for weeks on end can be harmful but a single case of swallowing 15 grams is in not.

I have read that using plastic bottles can disrupt the endocrine system and increase the risk of cancer.

Is this also true for MAM baby bottles?

No. The material in question is called Bisphenol A, or BPA. It is used in making polycarbonate, which is a plastic often used in food packaging, plastic tableware and baby bottles. Trace amounts of BPA leach out of the plastic though, and are absorbed by the body. Because many experts fear an increased risk of cancer, damage to the endocrine system and brain as well as diabetes and heart disease, BPA is being banned in more and more countries. MAM products were already free of Bisphenol A long before the laws currently prevailing in most countries required it.

Where does the latex for the MAM teat

Latex is a natural raw material, which is obtained from rubber trees. We use fresh natural rubber from Thailand which is immediately processed locally in our plant to produce soothers. Our Thai plant complies with European standards not only in hygiene and product safety, but also in working conditions for the Thai employees.

Is PVC actually toxic — and if so, how much

MAM products?

MAM products have always been made without PVC and therefore, without phthalates. These are used to make PVC soft. However, particles can leach out and be absorbed by the body. Whether they are actually toxic is being debated in studies. The fact is, nothing should go into a baby's body except natural foods. This is why we have never used phthalates in MAM products.

From granule to product

Plastic components





Highly qualitative
plastic granules and certified
colour batches are delivered from
different European countries.



Employing our equipment, Suppliers make the individual parts for our MAM soothers,

in part using unique production methods and joint patents held by MAM and the supplier.

- The material is liquefied,
- injected under pressure into the mould and
 - is re-solidified by cooling.



Teats





The SILICONE comes mainly from Germany. The silicone parts are produced by our suppliers in Austria using our tools.

LateX for the teat comes from Thailand. Milk from rubber trees is processed into latex from which we make latex teats. These are then shipped in a container to Hungary.



The individual parts are transported to Hungary.

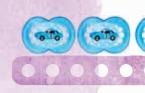
Assembly in Hungary

The parts, packaging and instructions for use all come together in Hungary.

Just-in-time Production: We only produce what is ordered! This means no surplus products that — without ever having been in a baby's mouth — end up as waste. The individual parts are processed and printed with our MAM design. The shield, button and teat are assembled by machine.



MAM soother are carefully checked, ...



30

A travelling soother

Halfway around the world. As soon as they are produced, many of our soothers begin a long journey from Hungary to Mexico, Hong Kong, Chile or Brazil. The trip there can take up to three whole months.

One day in Vaskeresztes, a small, Hungarian town, a little soother comes into the world with its friends: Its parts are assembled, piece by piece, and its head marked with a fast, bright turquoise racing car. The little soother rolls out of the darkness of the machinery onto the conveyor belt. The light is blinding. A gripper then lifts it up again and checks that everything is OK: It turns the soother in all directions, pulls really hard on its teat and then picks it up again. Quality checks passed! The soother is now officially ready for the big, wide world. Without losing any time, it jumps into a huge truck with 120,000 others just like it. Baby bottles aren't allowed to ride in the same compartment, as all product categories usually have to travel separately when entering their destination in Brazil. There's a lot going on here in the container but at least it's cool and dark. For almost 12 hours, our

little soother rattles along the streets of Northern Germany, all the way to Hamburg.

By cargo ship across the Atlantic.

All of a sudden, there is a big jolt. The air is fresh and slightly salty. The cranes outside make a real racket. The little turquoise soother now finds itself in one of almost 10 million containers that are handled every year at the vast port in Hamburg. A crane grabs its transport container and loads it onto a ship. Our little soother will spend quite a while on it as the whole journey takes three to four weeks! It settles down comfortably amongst the others. The cargo ship heads west along the Elbe, through the 'Willkomm-Höft' – where ships are bid farewell from the port to the sound of their country's national anthem – out into the North Sea. A stop in France to load more containers, another in the

UK and then it's off across the mighty Atlantic. The transport ship passes the west coast of Africa and travels to the Brazilian port of Vitória, around 500 kilometres north of Rio de Janeiro.

Oi Brazil: Now we wait. Upon arrival in port, the little soother can hardly wait until it's finally in a Brazilian baby's mouth, but before that can happen, it has to jump through some bureaucratic hoops. Including the 'nationalisation process': Like all others, the first step is for the container to be X-rayed. It gets the green light. Our soother is allowed to continue its journey without further delays, just like 80 per cent of all transport containers. More thorough searches are only carried out at random. For the little turquoise soother, these include inspections by the Brazilian health authorities, who always check soothers and bottles thoroughly to ensure that

Packaging and dispatch

...before they leave the production facility.

They are packaged and loaded according to country.



The soothers are trucked to European countries.





G4-12

they really are healthy to the core. As expected, the Brazilians establish that the little one is completely fit and allow it to enter this huge country of over 200 million inhabitants after a month's wait. The little one then travels with all its travelling companions in a truck to the MAM warehouse in São Paulo.

Well-positioned on the shelves. The next day, the soothers part company: Some of them go to baby shops, others end up in drug stores. Our little soother travels to São Paulo: most of its kind are sold both there and in Rio de Janeiro and in Minas Gerais. It's soon on the shelf of a RaiaDrogasil store, which is one of the country's largest drug store chain, with 1200 partner stores. That means that the chances of our little turquoise soother ending up in a baby's hands soon are looking good! Having an excellent point of sale is vital in this country, as soothers are not allowed to be advertised. It is forbidden in Brazil in accordance with the WHO code. Positive word of mouth advertising, recommendations and personal advice

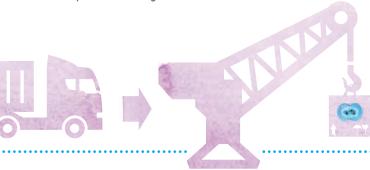
are therefore really important. It's a good thing that the little soother is part of our MAM family: we've made a positive name for ourselves in the land of the Amazon and the rainforest. Since 2013, we have been market leaders for soothers in Brazilian drug store retail. It will actually only be a few days until a mother holds our soother in her hands. Like many others here, the mother will probably love the bright colours. Blue and rose, as well as lilac and turquoise are the most popular.

In Brazilian babies' hands. Our little soother finally completes its journey from Vaskeresztes in Hungary to a little Brazilian boy, who sucks on it contentedly and gives a relaxed smile. That's why our soother was happy to undertake the long journey: It took three months from production, including shipment, entry into the country and distribution. Now, however, the little one is where it belongs: in a child's mouth, even if it is (almost) on the other side of the world!

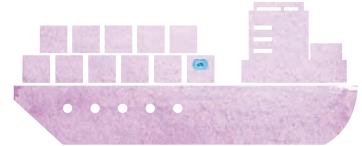


how we can all help reduce CO2 at: mambaby.com/report#C02

Soothers for further destinations are taken to the port of Hamburg...

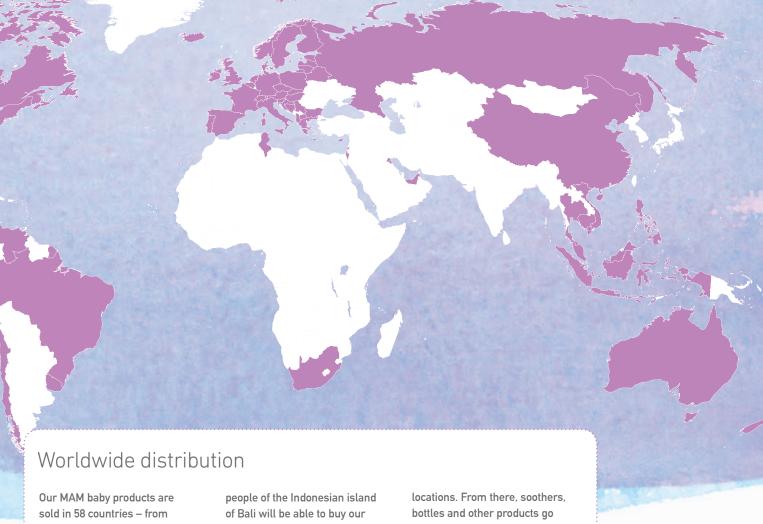


...where they are brought on board with other products and subsequently shipped to their port of destination.



32 G4-12

Countries where MAM products are sold



Our MAM baby products are sold in 58 countries – from Australia to China to Vietnam. We are even the market leader with our soothers in Iceland and by the end of 2015 the

people of the Indonesian island of Bali will be able to buy our baby products. Of course not every country has its own distribution centre but there are 22 of these in international locations. From there, soothers bottles and other products go to pharmacies, baby shops, supermarkets and drug stores where they can be purchased by consumers.

Once the MAM soothers arrive, they are checked again to ensure they meet all of the relevant norms and standards of that country.



They are then transported to that country's central warehouse by train or truck

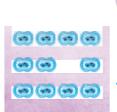
Hefall Sale

From there, they are delivered by truck or van to the retail partners. Either to their warehouse or directly in the shop.

They can be bought here by parents to make babies around the world happy.









64-6, 64-8, 64-12

MAM promotes research

Scientifically proved. We carry on a constant exchange with doctors, midwifes, scientists, developmental pedagogues and other specialists, support their work and prepare their findings in an easy-to-understand format. Together with them, we have also started research initiatives in the area of infant health.

Already in 1996, we initiated and supported the founding of the "International Children Medical Research Society" (ICMRS). Based in Wollerau, Switzerland, the company conducts independent research on infant health. They receive research contracts from MAM, and other companies as well. We use the results of the studies for educational work and to improve our products.

Active against SIDS. A matter especially close to our hearts is the topic of SIDS (Sudden Infant Death Syndrome). International studies have shown that using a soother when going to sleep reduces the risk of SIDS, in addition to other important measures. Therefore, we are working together with international doctors to raise awareness and inform parents. We have also taken over the "Silver Sponsorship" for the "International Conference on Stillbirth, SIDS and Baby Survival" 2014 in Amsterdam: researchers, physicians, nurses, psychologists and parents met in order to exchange knowledge and discuss new strategies to combat infant mortality.

Good health begins in the mouth.

For some years now, we have been committed to promoting research and various other projects regarding the oral health of children. We would like to introduce two projects: The "Prevention is Everything" project in Jena and the long-

term study "Effect of a thin-neck pacifier on primary dentition". Dr. Yvonne Wagner is a dentist and specialist for Preventive and Paediatric Dentistry and talks about these two projects. You can read more about this in the following interview.

We conduct research to

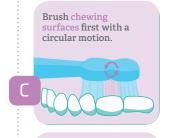
continue improving our products

and to support infant health



..... TIPS FROM DR. YVONNE WAGNER:

Brushing with "COI"





Lastly, the inner surfaces from "red to white". That is, brush from the gums to the teeth.



Stop Caries: some tips

- Sleeping with soother instead of baby bottle
- Water and unsweetened tea instead of acidic beverages and fruit juices
- Never dip soothers in honey or syrup
- Do not lick the soother or spoon yourself to prevent transmission of bacteria from you to the child.



Dental care and using soothers

- Brushing from the 1st tooth
- First dental exam during the 1st year of life and regular check-ups afterwards
- Use either fluoride toothpaste OR fluoride tablets – not both
- Slowly wean off soothers once the child starts to run and talk. At the latest, by age three.

"We want to raise awareness among parents about the topic of infant health"

Dr. Yvonne Wagner is a dentist and specialist for Preventive and Paediatric Dentistry and talks about two projects for oral health, the interesting results and collaborating with MAM.



You are involved with the project "Prevention is Everything" in Jena. What is the goal and how do you achieve it?

With this project we want to inform new parents, regard-

less of their social class, about infant health. Every family in Jena receives a visit from social workers and midwives, who provide them with important basic information and advice, during the first four weeks after the birth of their child. Of course, this applies to oral hygiene, too: teeth brushing, breastfeeding and bottle feeding and fluoride. That's important because early childhood caries is one of the world's most common chronic diseases during childhood. One-year olds already have a 33% risk.

In the course of the program, you have also conducted a study on dental health.

We were able to get the parents of 512 children born in 2009/2010 to participate in the program, come to the clinic for regular dental check-ups and pay greater attention to the children's dental care. The results were remarkable: In 2013, the children participating in the program had significantly better oral health. Only 1.3% had caries while the rate for children who did not take part was 17.3%. It's nice to see that targeted information has such a positive effect.



>

Why is the interdisciplinary cooperation between general practitioners, midwives and the first visit service so important? And what does MAM actually have to do with the project?

It is particularly important that all professional groups involved with child care work together. We learn from each other and have a continuous exchange through our interaction. Oral health is not an isolated topic, but actually a mirror of overall health. MAM has been on board since 2008, when I requested toothbrushes and informational material for our first parent-child course. In 2012, MAM took over the patronage and finances the prevention program.

In another study you examined the effects of the MAM Perfect soother on malocclusions in children. What did you find out?

We examined 86 children aged 16 to 24 months. Some switched from their previous soother to the MAM Perfect, some kept using their regular soother and others were completely weaned off the soother. The children were regularly examined by a dentist. So far, the results are promising: They suggest that the especially thin teat neck on the MAM Perfect has fewer negative effects on tooth position. Of course, it is best to wean off the soother.

However, many start thumb-sucking, which has far more negative effects.

How does the collaboration with MAM work? Have you ever had the feeling that MAM is trying to influence the results?

At universities, contracts from companies are fully disclosed as externally funded research. The legal department closely monitors compliance with rules and regulations. Influence is simply not possible. Personally, I was impressed that MAM chose the most difficult standards for the study. The children were not examined selectively but rather studied over a longer time period. And, instead of individual case studies, we worked with groups and compared different grades of malocclusions. This allows for professional scientific work.

Also, I have the impression that MAM really is interested in the impact of their products on children's health, that they want to broaden their knowledge and that they value my professional opinion.

I was impressed that MAM chose the most difficult standards for the study.

Dr. Yvonne Wagner, dentist and specialist for preventive and Paediatric Dentistry



measures and reducing operating costs. MAM took part for the first time in 2014. With the assistance of the consulting firm Denkstatt, the company collected key figures for energy, water and transport to help devise improvements. As a result, among other things, bottled mineral water was eliminated. There is now a Grohe Blue tap water system instead. The waste separation system was also improved and modern heating thermostats were installed. At the beginning of the year, the Vienna Municipal Department for Environmental Protection awarded MAM the ÖkoProfit Award for one year. The company is aiming for recertification in 2015.

Following our recommendations

for 6 months will reduce

A smaller footprint

Reducing CO₂ together: Our products should leave the smallest possible trace in the environment. That's why we measure their carbon footprint. To significantly reduce it though, we also need the help of our consumers. With the MAM Anti-Colic bottle, we can show you how we can all pull together for climate protection.

At MAM, we place importance on how our products are manufactured, packaged, transported and used. We pay attention to our water and energy use and the proper processing of raw materials. For example, we have been running an energy efficiency project at our site in Hungary since 2013 (see page 23). 98% of the CO. related to our bottles that is released to the environment actually comes from using the bottle. Namely, from warming, cleaning and sterilising. The question we had

to ask ourselves was: How can we support consumers in reducing CO₂?

Energy saving tips. We came to the conclusion that the unique self-sterilising function of the MAM Anti-Colic bottle is not only popular because it is so simple but also, above all, is the most energy efficient method of sterilisation. To do this, just put a little water in the bottle and heat in the microwave for three minutes at 500 to 1,000 watts. This results in an energy saving

of 85% compared to conventional pot sterilisation. We also have more energy saving tips for our consumers at hand. Heating the bottle in a bottle warmer instead of on the pot saves CO₃, just as washing in the dishwasher instead of by hand.

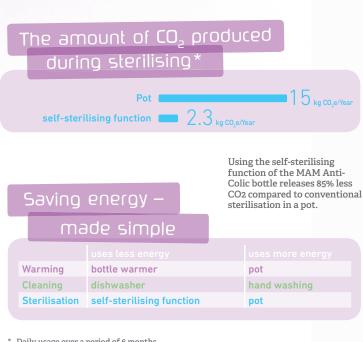
····· CO, FOOTPRINT

The smaller, the

Carbon dioxide (CO2) emissions caused by humans are largely responsible for climate change. By using less fossil fuels like oil, gas or coal, we reduce CO₂. Whether fuel or electricity: Energy conservation is needed at all levels. How well that works is shown by a product's carbon footprint. It is an ecological measure that indicates how much greenhouse gas is expelled within the product life cycle. The smaller it is, the better.

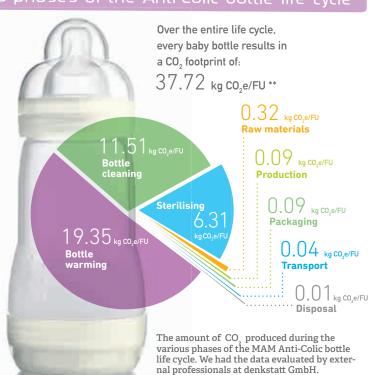
Watch the interesting, animated version of this at: mambaby.com/report#CO2

Amount of CO, produced during the various phases of the Anti-Colic bottle life cycle



* Daily usage over a period of 6 months.

** Functional Unit = 1 Anti-colic bottle



A clean affair

Proper recycling. So that old soothers, bottles or teethers do not impact the environment, we at MAM advocate sensible, clean recycling.

Soothers calm, comfort and are a constant companion. But as much as babies love them, there comes a time to say goodbye. So that they, along with old bottles and teethers don't end up as plastic waste in landfills or floating in the sea we are committed to proper recycling.

Intelligent waste disposal – the Austrian example. Twenty years ago, MAM was involved in the founding of ARA (Altstoff Recycling Austria) which, through environmentally sound waste recycling,

saves about 650,000 tonnes of CO_2 per year. They also promote proper recycling of mixed plastics, which includes all of our baby articles. In addition, company founder Peter Röhrig established the Österreichischen Kunststoff Kreislauf (ÖKK) which also helps ensure that practically no plastic pollutes the environment in Austria. Through these organisations we are already making a significant contribution to preserving the environment for our babies and future generations.

From soother to playground slide

In some countries like Austria or Sweden, recycling works very well. But that is not the case everywhere. We at MAM had the idea of bringing a soother recycling programme to life in other countries like the USA. Collecting soothers on site, sending them to our production facility in Hungary and recycling them into new plastic to make things like playground slides all seemed like a great idea. But just before the start of the project, an environmental agency evaluated it: This method of soother recycling isn't worth it! Transporting all the soothers to MAM and then on to the recycling facilities would produce far too much CO₂. That would damage the environment more than what could be conserved by recycling. Especially since the amount of pacifiers would be simply far too low.

Let's do upcycling. Recycling only makes sense on a national scale for all of the plastic waste generated in a given region. So we kept thinking about how could old soothers be given a "second life" and the Upcycling idea was born!

SUUTTER ART

Soother art & upcycling

With the MAM "2nd Life" contest, students from the University of Applied Arts in Vienna were given a large number of soothers - and a task: The young designers would use them to create something entirely new. Handles for dresser drawers, a mobile, lamps, a fruit bowl and a stool were all built with old soothers. Brigitta Nemeth won and took part in the winner's trip to New York. We want to inspire parents to make something new themselves from old soothers. How-to tips and instructions can be found on our web site.

For those who enjoy arts and crafts: there are lots of tips at mambaby.com

······ PACKAGING ······

Please, do not dispose!

The boxes our soothers are sold in can be re-used: for carrying the soother or for cleaning. Just fill with a little water and put it in



the microwave oven for a few minutes for an environmentally friendly way to sterilise baby products.

38 G4-EN 27



MAM Best Practice Example:

Plastics cycle in Austria

Old plastic packaging – such as for soothers – are collected differently in Austria: In Vienna they go in the residual waste and then end up in their own plastic collection centres.



In Austria, plastic also undergoes thermal processing, or waste incineration, which is highly desirable. This provides a large amount of energy and saves crude oil. Around 1 litre of mineral oil is saved per kg of plastic waste.



About $200,000\,tonnes$ of plastic packaging are disposed of each year. That adds up to a mountain of $800,000\,cubic\,metres$ To transport all of this (tightly compacted) would require up to

10,000 trucks. This plastic waste is sorted by hand and then goes on to either material or thermal processing. Material processing means that it washed, dried, crushed into flakes and then processed directly to new products or granules. This is how old baby bottles can be turned into roofing tiles, shipping pallets or noise barriers, for example.

"Upcycling itself is exciting. To make something out of soothers has raised my interest.

I want to give it a try and see how I do."

Brigitta Nemeth, winner of the contest

Other works by Brigitta Nemeth can be admired at www.brigittanemeth.com

Winner in wordwrap

Brigitta Nemeth studies at the University of Applied Arts in Vienna. She won the MAM design contest with her soother stool.

Upcycling? A new challenge.
Why? You have to understand the object, analyse it and give it a new function. It can be totally unexpected.

Your soothers were used to make...? A stool.

How? With a braiding technique – an old Hungarian tradition.

Your material? Clothesline, pacifier, glue and what not.

Why braid? I had tried it out as a child. What was important to you? A simple technique that anyone can do.

Any other ideas? Imagination unlimited! Advice for first time upcyclers? Get started and give free rein to your creativity.

You can see more artwork at: mambaby.com/report#upcycling



G4-EN 27



G4 GENERAL STANDARD DISCLOSURES			
Strategy and analysis			
G4-1	Statement from the most senior decision-maker of the organization about the relevance of sustainability to the organization and the organization's strategy for addressing sustainability	pages 4 and 5	
Organ	izational profile		
G4-3	Name of the organization	page 6	
G4-4	Primary brands, products, and services	page 7	
G4-5	Location of the organization's headquarters	page 6	
G4-6	Number of countries where the organization operates	pages 6 and 43	
G4-7	Nature of ownership and legal form	footnote 1)	
G4-8	Markets served	page 33	
G4-9	Scale of the organization	page 6 und footnote 2)	
G4-10	Total number of employees	annex page A-17	
G4-11	Percentage of total employees covered by collective bargaining agreements	in Austria 100%, in evaluation for other countries	
G4-12	The organization's supply chain	pages 30-33	
G4-13	Significant changes during the reporting period regarding the organization's size, structure, ownership, or its supply chain	new subsidiaries: France and Greece	
G4-14	Precautionary approach or principle addressed by the organization	annex page A-5	
G4-15	Externally developed economic, environmental and social charters, principles, or other initiatives to which the organization subscribes or which it endorses	UN Gobal Compact	
G4-16	Memberships of associations (such as industry associations) and national or international advocacy organizations	European Committee for Standardization	

Identi	Identified material aspects and boundaries		
G4-17	List of all entities included in the organization's consolidated financial statements or equivalent documents	page 43	
G4-18	Process for defining the report content and the aspect boundaries	annex page A-4	
G4-19	List of all the material aspects identified in the process for defining report content	annex page A-4	
G4-20	Report of the aspect boundary within the organization for each material aspect	annex page A-6	
G4-21	Report of the aspect boundary outside the organization for each material aspect	annex page A-6	
G4-22	Effect of any restatements of information provided in previous reports, and the reasons for such restatements	transition from GRI G3 to GRI G4	
G4-23	Significant changes from previous reporting periods in the scope and aspect boundaries	transition from GRI G3 to GRI G4	

Stakeholder engagement		
G4-24	List of stakeholder groups engaged by the organization	annex page A-2
G4-25	Basis for identification and selection of stakeholders with whom to engage	annex page A-2
G4-26	The organization's approach to stakeholder engagement, including frequency of engagement by type and by stakeholder group, and indication of whether any of the engagement was undertaken specifically as part of the report preparation process	annex page A-2
G4-27	Key topics and concerns that have been raised through stakeholder engagement, and how the organization has responded to those key topics and concerns	annex page A-2

Report profile			
G4-28	Reporting period (such as fiscal or calendar year) for information provided	page 43	
G4-29	Date of most recent previous report (if any)	page 43	
G4-30	Reporting cycle (such as annual, biennial)	page 43	
G4-31	Contact point for questions regarding the report or its contents	page 43	
GRI-IN	GRI-INDEX		
G4-32	The 'in accordance' option the organization has chosen	page 43	
ASSESS	ASSESSMENT		
G4-33	The organization's policy and current practice with regard to seeking external assurance for the report	the report has not been assessed externally	

Gover	nance	
G4-34	Governance structure of the organization, including committees of the highest governance body	footnote 1)

Ethic	cs and integrity	
G4-56	Organization's values, principles, standards and norms of behavior such as codes of conduct and codes of ethics.	pages 8 and 9

Category: economic		
G4-GRI ASPECT: MARKET PRESENCE, PROCUREMENT PRACTICES		
G4 - EC5	Ratios of standard entry level wage by gender compared to local minimum wage at significant locations of operation	annex page A-7
G4 - EC6	Proportion of senior management hired from the local community at significant locations of operation	annex page A-7
G4 - EC9	Proportion of spending on local suppliers at significant locations of operation	annex page A-7

Category: environmental			
G4-GRI AS	G4-GRI ASPECT: MATERIALS		
G4-EN 1	Materials used by weight or volume	annex page A-8	
G4-GRI AS	PECT: ENERGY		
G4-EN 3	Energy consumption within the organization	annex page A-8	
G4-GRI AS	G4-GRI ASPECT: EMISSIONS		
G4-EN 15	Direct greenhouse gas (GHG) emissions (Scope 1)	annex page A-9	
G4-EN 16	Energy indirect greenhouse gas (GHG) emissions (Scope 2)	annex page A-9	
G4-GRI ASPECT: WASTE			
G4-EN 23	Total weight of waste by type and disposal method	annex page A-10	
G4-GRI ASPECT: PRODUCTS AND SERVICES			
G4-EN 27	Extent of impact mitigation of environmental impacts of products and services	pages 38 and 39	
G4-GRI ASPECT: COMPLIANCE			
G4-EN 29	Monetary value of significant fines and total number of non-monetary sanctions for non-compliance with environmental laws and regulations	annex pages A-12 and A-13	

Category: social			
LABOR PRACTICES AND DECENT WORK			
G4-GRI AS	G4-GRI ASPECT: EMPLOYMENT + DIVERSITY AND EQUAL OPPORTUNITY + SUPPLIER ASSESSMENT FOR LABOR PRACTICES		
G4-LA 1	Total number and rates of new employee hires and employee turnover by age group, gender and region	annex page A-14	
G4-LA 2	Benefits provided to full-time employees that are not provided to temporary or part-time employees, by significant locations of operation	annex page A-14	
G4-LA 3	Return to work and retention rates after parental leave, by gender	annex page A-14	
G4-LA 12	Composition of governance bodies and breakdown of employees per employee category according to gender, age group, minority group membership, and other indicators of diversity	annex pages A-15 to A-18	
G4-LA 15	Significant actual and potential negative impacts for labor practices in the supply chain and actions taken	annex pages A-18	
G4-GRI AS	PECT: COMPLIANCE		
G4-SO 8	Monetary value of significant fines and total number of non-monetary sanctions for non-compliance with laws and regulations	annex pages A-12 and A-13	
PRODUCT RESPONSIBILITY			
G4-GRI AS	PECT: CUSTOMER HEALTH AND SAFETY		
G4-PR 1	Percentage of significant product and service categories for which health and safety impacts are assessed for improvement	annex pages A-19	
G4-PR 2	Total number of incidents of non-compliance with regulations and voluntary codes concerning the health and safety impacts of products and services during their life cycle, by type of outcomes	annex pages A-19	
G4-GRI ASPECT: PRODUCT AND SERVICE LABELING			
G4-PR 4	Total number of incidents of non-compliance with regulations and voluntary codes concerning product and service information and labeling, by type of outcomes	annex pages A-19	
G4-GRI ASPECT: COMPLIANCE			
G4-PR 9	Monetary value of significant fines for non-compliance with laws and regulations concerning the provision and use of products and services	annex pages A-13	

1) Both MAM Babyartikel GmbH and BAMED AG are part of the MAM/Bamed Group. The supreme organ of the MAM / Bamed group is the Roehrig private foundation based in Austria, represented by the Foundation's Board comprising Wolfgang Allichhammer, Dr. Peter Karl Wolf and Dr. Peter Hoffmann. Major strategic decisions require the approval of the Foundation Board. Operationally, the Group is represented by the Bamed AG, Switzerland, headed by Chairman Niklaus Schertenleib, with the Bamed AG is responsible for production and sales. The two Austrian companies Bamed Gmbh and MAM Baby Products GmbH, represented by the Managing Director Ing Peter Roehrig, are responsible, in coordination with the Bamed AG for research and development, as well as for brand management.

2) The MAM / Bamed group is not listed on the stock exchange, so there is no disclosure requirement. We live by the sale of a limited range of products under a single brand in a niche market with low growth. In the global market, we are the only remaining medium-sized company. All major competitors are part of larger, financially strong and diversified business structures. Under these conditions, we recognize the risk as a given that the sales publication of a competitor can have far-reaching impact to our disadvantage.

you can find the annex in the full report: mambaby.com/report

Goals we set in 2012

- Continuously promote and expand scientific research and knowledge exchange in the field of baby products and infant health in cooperation with health care professionals world-wide (End of 2014)
- Transparent description of the contents of our MAM products on our home page (Beginning of 2014)
- 3. Participate in an international research project for bioplastics (results expected in 2014)
- 4. Study to evaluate recycling solutions (End of 2013)
- Expansion of structured employee data in the areas of training and education (2014)
- 6. Develop measures in the areas of health care and the compatibility of work and family in Austria (2014)
- 7. Internationalisation of reporting and documentation structures for CSR indicators (2014)
- 8. Development of a MAM code of conduct for employees (End of 2013)
- Adoption of a binding MAM Code of Conduct for suppliers (2014)
- 10. Energy efficiency evaluation at the Vaskeresztes, Hungary factory (2013)
- Expansion of heat recovery process to other machinery in our plant in Hungary, such as the blister machine (2014)
- 12. Energy efficiency evaluation at office locations in Austria (2014)

What we implemented in 2013 / 2014

- 1. In 2013/14 more than 150 medical experts greatly contributed to product development with their professional input and were actively involved in the preparation of information materials. Together we have developed extensive educational materials, such as the MAM Dental Primer, with a focus on early childhood oral and dental health.
- This project turned out to be much more complex than originally anticipated, which is why it remains on our target list for the coming years.
- To date, results have shown that more research is needed in the fields of sterilisation, resistance to breaking, additives and processing to ensure our quality standards.
- 4. The results of this study are described on pg. 38 of the report.
- 5. This goal was pushed back due to company start-ups in Greece and France.
- In 2014, the "Family & Work" audit was conducted in Austria. We have derived various measures from this such as topic of work-life balance in management appraisals.
- Initial training for our international subsidiaries on CSR indicator reporting is complete but we still want to continue to improve reporting.
- 8. The MAM Code of Conduct for employees was rolled out company-wide in German and English versions.
- The MAM Code of Conduct for suppliers has been completed in English, German and Thai and is being introduced step by step to our top 10 suppliers.
- The energy efficiency evaluation in Hungary is complete and optimisation measures have been implemented to reduce energy usage despite an increase in production.
- 11. The heat recovery process has not been extended but other energy efficient measures have been implemented.
- 12. The energy efficiency evaluation has been completed for our Vienna offices and energy efficient measures implemented. The location in Siegendorf was not evaluated since we have decided to construct a new building there.

Goals we

want to achieve

- 1. We want to further promote the exchange of knowledge through the world-wide publishing of a medical specialist newsletter. We want to reach more than 5,000 experts by the year 2017. Furthermore, we are committed to making the topics of Sudden Infant Death Syndrome (SIDS) and Non Nutritive Sucking (NNS) key issues for 2015 / 2016.
- By 2017, we will present the contents of our main products, the Anti-Colic Bottle and soothers on our web site. All ingredients used for making our products should be posted on our web site by 2020.
- 3. By 2020 we want to have sufficient knowhow in the areas of contents and processing to offer products made from bioplastics which meet the highest safety and quality standards.
- We want to expand our Upcycling initiative from 2014 into new initiatives such as "Re-Use" by 2016.
- Expansion of structured documentation of employee data for training and education for all locations (2016).
- Implement measures derived from the "Work & Family" audit at locations in Austria by 2017 and transfer best practices to other locations.
- 7. Expansion of key performance indicators and preparation of a handbook to ensure the quality of data and communication to all foreign subsidiaries. (2015/16).
- 8. Addition of staff appraisals to the code of conduct contents (by 2016).
- 9. Code of Conduct rollout to our top 10 suppliers and inclusion in contracts with new suppliers (2015 / 2016)
- Implementation of an energy management system to further reduce energy use at the production site in Hungary by 2018.
- 11. Construction of a new production centre in Thailand, expansion of production in Hungary and begin planning for a new research and development centre in Austria. All new buildings to meet energy efficiency criteria (by 2020)
- Plan a local charity initiative for disadvantaged mothers and children in Thailand (By 2018)
- 13. Draw up an anti-corruption policy together with the various divisions within the company by 2016 and 100% employee training in relevant business areas by 2018.

We want to be accountable!

Beyond all doubt. Not only is sustainability important to us, we regularly document our efforts in this area.

The current sustainability report covering 2013/2014 is the second such report by the MAM/BAMED Group and the first created according to the Global Reporting Initiative (GRI) G4 guidelines. We want to offer our readers a look behind the scenes of MAM corporate responsibility, concerning ecological as well as social aspects.

Report content

The content was selected according to material aspects. It tracks the most important topics and issues that are particularly relevant from the perspective of our stakeholders. To meet the high expectations of all of our stakeholders (and especially parents and their babies) we maintain a constant dialogue with all stakeholders and systematically compile their requirements. Our MAM Sustainability Report deals with the expectations presented to us regarding specific topics and the measures derived from them.

Reporting boundary (G4-6, G4-17)

For the collection of quantitative data, the consolidation scope of the MAM/BAMED Group was used as the reporting boundary. Contained within are all company locations: the Austrian locations in Vienna (Marketing & Design) and Siegendorf (Research & Development),

the distribution and production centre in Switzerland, the production facilities in Hungary and Thailand as well as subsidiaries in the USA, Germany, Sweden, Great Britain, Spain, Brazil, France, Greece and Hungary. New to the report are our two subsidiaries in France and Greece, which have been part of the MAM/BAMED Group since 2012. This report is limited only by environmental indicators: Since many environmental aspects mainly concern the production centres, we have only collected the corresponding indicators for them.

Reporting period and cycle (G4-28, G4-30)

The MAM/Bamed Group fiscal year is identical to the calendar year and the quantitative data includes the years 2013 and 2014 (unless otherwise noted). For the future we plan to publish a sustainability report on a two year cycle with a reporting period covering the two previous fiscal years.

Compliance (G4-32)

This report was created in compliance with the GRI G4 reporting guidelines. The reporting option "Core" was chosen, which defines the essential elements of a sustainability report. The GRI Content Index is available on pages 40 and 41. Methodology and content consulting was provided by CSR Company.

We take our ecological,
economic and social
responsibility seriously.

Data quality

The data published in the report was obtained largely through surveys distributed throughout our organisations. The data collected was checked for plausibility and aggregated.

Contact person (G4-31)

For questions regarding the contents of this report and for dialogue with our stakeholders, our CSR Deptartment is headed by Sabine Beer, who can be reached at the following email address: csr-team@mambaby.com

..... NOTE

There's more!

We have collected a large amount of information but there isn't room for all of it in the print edition.
You can find the complete report including all facts and figures about our company online at

mambaby.com/report

Besides this report, our online version contains additional information, info-graphics and slide shows demonstrating our corporate sustainability concept.

For more information about the GRI guidelines, visit

www.globalreporting.org

The 2013/2014 report ends here, but our commitment continues...

We constantly improve our products.

We are always focused on sustainable production.

We encourage ecological consumption.

We use environmentally friendly disposal methods.

