JACK DANIEL'S SUSTAINABILITY



Slide 1	
1	_Marked as done_ Larry Combs, 9/20/2022
1	@larry_combs@b-f.com I have integrated your slides into the overall presentation. If you have edits. please mark them in this presentation. Thanks! _Reassigned to Larry Combs_ Jaclyn Ficcaglia, 9/20/2022
2	_Re-opened_ Made changes to slide 54. Larry Combs, 9/20/2022

OUR COMMITMENTS



Climate Action

We are committed to reducing greenhouse gas (GHG) emissions across our owned operations and supply chain. Our goal is to halve our emissions by 2030 and become netzero GHG emissions by 2045.





Water Stewardship

We are committed to protecting the health of key watersheds in our communities. Our goal is to ensure that 100% of our high-risk and business critical watersheds achieve water balance by 2030.

Circularity

We are committed to zero waste and transforming the way we conduct business using circularity principles, designing out waste, and keeping products and materials in use.



PLANNING IS OUR FOUNDATION





RECENT INVESTMENTS



BUILDING FOR FUTURE GROWTH

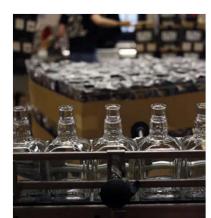




Additional warehouses to meet demand



Increasing distilling capacity by 40%



Incremental bottling capacity and finished goods storage



GROWING SUSTAINABLY



Tiny Moore County earns \$100 million plus solar farm investment

75% of total electricity usage will come from solar farm Fleet of more than **200 vehicles** will be converted to electric and/or CNG



GROWING SUSTAINABLY



\$180 Million

in combined investment by partners to support Jack Daniel's growth

43,000 acres of farmland could potentially be supported by fertilizer created

75-85% of Jack Daniel's natural gas will be supplied by the digester

\$7 million

potentially saved by local farmers deferring cost of commercial fertilizer



Zoning Appeals Board approves 3 Rivers Energy land use exception paving the way for anaerobic digester

ON AUGUST 17, 2022 . (LEAVE A COMMENT)

LYNCHBURG, Tenn. — It's a process that required a town hall, a public hearing, and eight rounds of roll call voting at three separate Metro Council meetings but on Tuesday, the Metro Board of Zoning Appeals approved a special land use exception application paving the way for an anaerobic digester to be built in Lynchburg. The AD would take raw stillage from the distillery and convert it to both natural gas and fertilizer.

It's a move the Metro Planning Commission originally recommended to the Metro Council during their June meeting. In the July meeting, the Council approved the second but not the third required vote on the land use exception. On Monday, the Council approved the third of three required readings of a resolution adding a land use exception to the Metro Zoning Ordinances allowing a "distillery by-products processing facility" on land zoned A1 (agricultural).

The exception is similar to one recently granted to Silicon Ranch for a solar farm project in Moore County. During the July meeting, Mayor Lewis explained that the Metro Planning Commission, following the lead of the Metro Council after the solar farm zoning, chose the agricultural exception as opposed to an industrial rezoning to ensure that if the AD Plant were to ever be decommissioned, an industrial project could not take its place.



3 Rivers Energy provided this photo of anaerobic digester tanks similar to those proposed in Lynchburg. (Photo Provided)



GROWING SUSTAINABLY





celebrating $25_{\rm years}$

The University of Tennessee's Tree Improvement Program partnered with the Jack Daniel Distillery in 1998 to develop a sugar maple seed orchard.

In the succeeding years, seed orchards of nine additional species have been established on the Distillery property.

Seed from the Distillery orchards will be grown at the State Nursery to improve productivity and backle of Tennesster formats.





25 year partnership with The University of Tennessee's Tree Improvement Program

Seed orchards of **10 species** have been established on Distillery property

Seeds from **65+ acres** of orchards will produce seedlings for reforestation throughout the State of TN for years to come

30 acres of orchards committed to a conservation easement in partnership with the TN Land Trust



GROWING SUSTAINABLY – MAINTENANCE





Steam Trap Replacement

- Identified and replaced 63 faulty steam traps and 7 failed isolation valves
- New trap and valve assembly allows isolation and replacement without shutdown
- Online inventory with App to track preventative maintenance
- A 1.3-year payback on ~\$200,000 investment
- Reduced CO2e footprint by over 9,000 tons over 4 years



GROWING SUSTAINABLY – MAINTENANCE



Dryhouse Heat Recovery

- Utilizes flash steam and clean condensate that was previously vented to be captured and re-used
- Reduces energy demand and water treatment by returning condensate water to boilers
- A 4-year payback on ~\$600,000 investment
- Reduced natural gas usage and CO2e footprint by ~172,000
 MCF and over 10,000 tons over 4 years respectively





ADDITIONAL SUSTAINABILITY ACTIVITIES





- Zero waste to landfill for over 10 years
- National Wildlife Federation Certified Wildlife Habitat areas
- "One Jack Daniel. One Earth." campaign and employee recognition
- "Looker for Leaks" program
- Leadership Sustainability Committee
- Earth Day Activities



