

BORG

Industrial Net Zero 2025 – how the Borg Group is creating demand for products with reduced waste and emission profiles

Andrew Cheah, Head of Group Energy

# Acknowledgement of Country

In the spirit of reconciliation, I would like to acknowledge the Traditional Custodians of Country throughout Australia and their connections to land, sea, and community.

We pay our respects to the Elders past and present and extend that respect to all Aboriginal and Torres Strait Islander peoples today.



This is Borg – Who we are

A leading privately-owned, vertically integrated Australian business, with a portfolio spanning forestry, recycling, manufacturing, construction and property development.

- Proudly Australian owned and operated
- Founded in 1988 on the Central Coast
- 9,000 customers
- Regional employer





#### **Borg Group: Brands and Services**



Supplying Strength, Quality and Innovation to Australia's Construction Industry

Porta is a leading suppliers of timber and panel products for residential and commercial construction

From structural flooring and panelling, to everyday joinery materials, wall panelling, outdoor timber, and mouldings.

STRUCTA panel STRUCTA flor



#### polytec

Australia's leading decorative surfaces brand for residential and commercial applications.

polytec renowned for its extensive decorative surfaces offering for both residential and commercial interiors, especially kitchen, bathroom and laundry joinery. It is a favourite among designers and renovators across the country for its style and quality.



Offer circular resource recovery solutions, as part of a streamlined system that ensures excess waste is diverted from landfill.



Australian leader in the recovery and remanufacture of organic residuals and byproducts for resale



Plastic extrusions business specialising in building profiles including formwork, components, general trim, custom fittings, drainage and flooring tongues.

#### **DIRECT**Pallets

Pallet specialist providing new, recycled and custom-made pallets and crates for local or export use.



Manage and harvest plantation timbers for use in the panel industry of Australia, and deliver the harvested materials for processing



Resin manufacturer for materials in the joinery and construction industry



The Space Urban and Crossmuller businesses respectively manage Borg's property portfolio including all new developments. Services include design, construction, installation and commissioning.



Group Energy established in 2021 to provide energy, sustainability and carbon management services.

#### No Waste – The Heart of How we Work



Grow our own trees



Timber from PEFC and FSC certified sources



Manufacturing facilities utilise every part of the tree



Utilise renewable energy sources from biomass, solar PV and battery storage



Recover wood waste for recycling to manufacture Particle Board

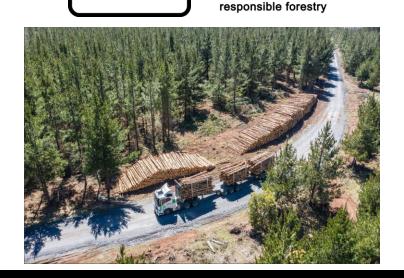
Sourcing wood from sustainable plantations and certified supply

- PEFC and FSC Chain of Custody certification demonstrates our commitment to responsible sourcing.
- We prioritise materials from COC certified suppliers, ensuring sustainability standards are met.
- Over 60% of input material for our particleboard comes from recycled sources, reducing demand on virgin forests and supporting circular resource use.
- Recycled content is recognised by PEFC as certified input, contributing directly to our certification.
- As part of the COC management plan, we apply a Due Diligence System to exclude illegal or controversial sources.



The mark of

Management



### At Borg, every part of the tree has a Purpose

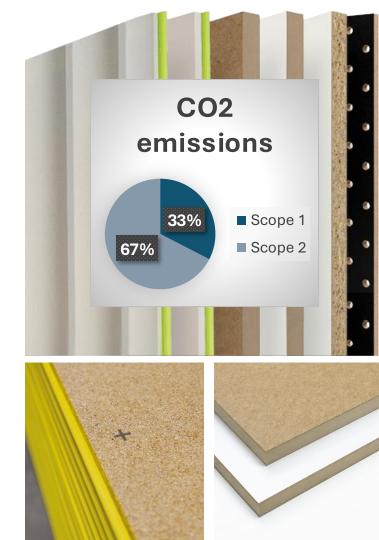
We ensure nothing goes to waste by turning every part of the tree into something of value:

- Bark → Mulch (landscaping & soil improvement)
- Timber → Fibre for Particleboard, MDF and solid timber products
- Saw Dust & Off-cuts → Biomass Fuel
- Off-spec Board → Gluts / Recycled back into process



# Our manufacturing facilities are energy intensive

- Our Porta facilities are required to report under NGER's. Last year, FY24/25 we emitted close to 200,000 tonnes of CO2-e.
- Major sites in Oberon and Mt Gambier consume 4
  PJ of energy p.a.
- Group Energy directly supplies gas and electricity to our manufacturing facilities, including power from 16 MW roof-top Solar PV and battery storage units.



## Biomass is a key renewable energy source

- We currently use 150,000 tonnes p.a. of biomass (wood based - solid and dust)
- Supplementary heating is provided by natural gas
- The use of biomass instead of natural gas reduces our direct emissions by 60%
- Plans in place to install new biomass energy plants in Mt Gambier







# Group Energy: Solar and Storage

 Our largest rooftop Solar is at Porta Oberon site with over 27,000 panels. This is about 100 Basketball courts.

 Our rooftop solar PV at Somersby, has 9,438 solar panels on our roof. This can power 840 homes a year

Group Energy's 1MW/2MWh battery can:

It can discharge to the grid or be used onsite during the night and periods of high demand on the electricity grid

Power 1 home for over 4 months

 Equivalent to 148 home batteries systems storage capacity



## Closing the Loop: Waste Wood Recycling

How reDirect Recycling is collecting, processing waste wood to be re-used in the manufacture of particleboard. It collects around 150,000 tonnes from over 1,000 customers each year.



Waste wood collected and sorting prior to shredding



Urban Wood Residue (UWR) chipped ready for loading



Truck loaded with material for transport to Porta Oberon



Mixture of recycled and plantation pine to make particleboard





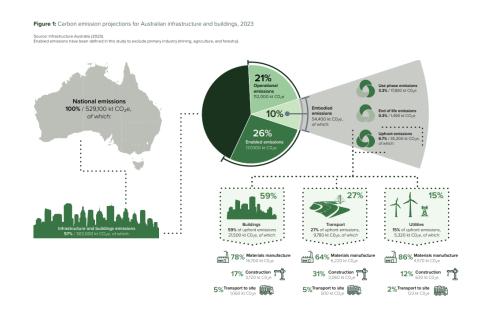
## The Carbon Footprint of a Footprint



12.4 kg for a shoe... but what about a building?

## The hidden footprint of our buildings

- Buildings are responsible for 1/3 third of CO2 emissions in Australia
- Most people think about operational emissions (heating, cooling, lighting)
- But embodied carbon (the emissions from making materials like steel, concrete, glass, timber and panels) is often invisible.



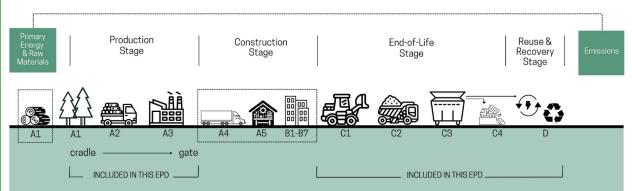
### Making Carbon Footprints visible through EPD's



# Our EPD's covering production, end-of-life & recovery



Figure 3: System Process Flow Chart & Boundaries



This is a 'cradle-to-gate' type EPD with modules C1-C4 and module D added. This means that the production (modules A1-A3), end-of-life (C1-C4) and reuse, recovery and/or recycling potentials (D) are modelled in this EPD. The construction process (modules A4-A5) and use stages (B1-B7) are not modelled.

#### Why this matters?

Our engineered wood products **store more carbon than they emit** during production – resulting in **negative upfront embodied carbon value** from cradle-to-gate.

More negative means better for the environment.



#### Negative Carbon = Good

More carbon absorbed than emitted → reduces project footprint.

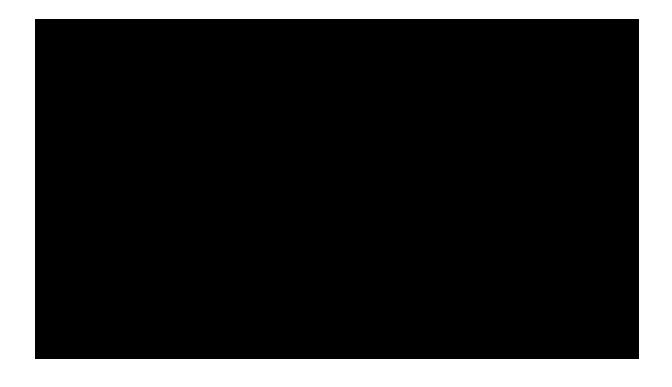
Our negative embodied carbon helps lower your projects footprint.

Find out more by scanning the QR code or visit www.polytec.com.au

polytec, part of Porta Products Pty Limited, A Borg Company.



Polytec is on a sustainability journey towards a circular future and taking steps to reduce its environmental impact



# Thank You

Andrew Cheah Head of Group Energy 0417 542 093



<u>cheaha@groupenergy.com.au</u> <u>www.groupenergy.com.au</u>

