

November 2016

To our stakeholders:

On September 1, I started the position as new CEO in the KGH Group and I am pleased to confirm that KGH Customs Services AB reaffirms its' support to the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labour, Environment and Anti-Corruption.

In this annual Communication on Progress we describe our actions for continuous improvement of the integration of the Global Compact principles into our overall KGH Group business strategy, culture and daily operations.

The main focus in 2016 has been the continued work of making the principles of UN Global Compact further integrated in our company by publishing the monthly UN Global Compact Bulletin on our intranet. To give the staff a better understanding, we have published presentations of the different main areas in UN Global Compact together with examples of what we are doing in our company within each area.

All this has been monitored and followed up by the Compliance department in the KGH Group that is the process owner of the UN Global Compact and all activities related to the 10 principles.

Practical actions taken in the last year are summarized in our Communication on Progress and incentives in the areas of Environment and Labor are communicated through our Annual Report. We also commit to share this information with our stakeholders using our primary channels of communication.

Yours Sincerely,



Lars Börjesson
CEO, KGH Group