



2024
SASB
FACTSHEET

GHM
GRAHAM CORPORATION

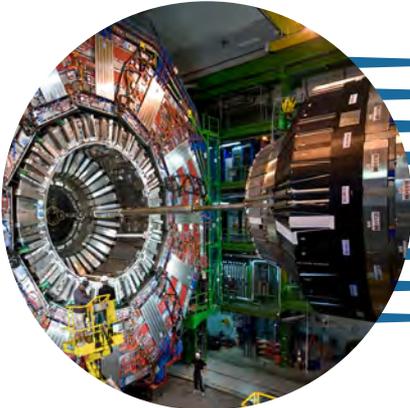
OUR MISSION

Build Better Companies to Deliver Superior Performance



From space to advanced energy to physics research, Graham's engineered products serve customers' mission critical needs.

Teamwork and communication between our customers, employees, suppliers, and communities are key to our success.



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ABOUT US

Graham Corporation is a global leader in the design and manufacture of mission critical fluid, power, heat transfer and vacuum technologies for the defense, space, energy and process industries. Our products and systems include custom-engineered ejectors, vacuum pumping systems, surface condensers, and a broad variety of turbomachinery solutions.

Over the last few years, Graham Corporation has transformed from a highly cyclical, refinery and petrochemical equipment supplier into a well-diversified, multi-market company providing full life cycle mission critical equipment to defend our nation, ensure sustainable energy supply and enable space commercialization. With this transformation, we are continually fostering deep relationships with customers, engaging and rewarding employees and embracing communities. Our approach to driving sustainability through Environmental, Social, and Governance (“ESG”) efforts is evolving and getting stronger, just like our Company.

We were incorporated in Delaware in 1983 and are the successor to Graham Manufacturing Co., Inc., which was incorporated in New York in 1936. Our stock is traded on the New York Stock Exchange (“NYSE”) under the ticker symbol “GHM”.

In addition to the positive impact we aim to have on our world with our equipment, we understand the importance of our leadership in sustainability. To help maintain our culture of truth, trust, communication, and continual improvement, we strive to provide continued transparency as we further enhance our performance in the areas of ESG. To support clear communication, we have engaged in robust data gathering and reporting, using the investor-focused disclosure standards developed by the Sustainability Accounting Standards Board (“SASB”). Working with investor stakeholders, SASB has developed industry-specific standards to provide standardized disclosure on the industry-specific issues most important to investors.

Cautionary Note: This report contains forward-looking statements, including our commitments, targets, and other statements that are not historical facts. These statements are subject to risks and uncertainties and are not guarantees of future performance. Factors that could cause actual results to differ materially from those expressed or implied by such statements are set forth in our SEC filings, including under the heading “Risk Factors” in our most recent Annual Report on Form 10-K filed with the SEC. All forward-looking statements are based on management’s current assumptions, estimates, and projections and, except to the extent required by law, we expressly disclaim any obligation to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in our expectations with regard thereto or change in events, conditions, or circumstances on which any statement is based.

The disclosures within the SASB framework were prepared with the goal of developing future qualitative and quantitative reporting that will also align with industry best practices. By mapping our organizational programs against the SASB framework, Graham’s sustainability efforts are now part of a broader set of organizational goals. We believe Graham is making meaningful progress within these SASB topics, and we expect to benefit indirectly from improvements in these material ESG areas.

INTRODUCTION

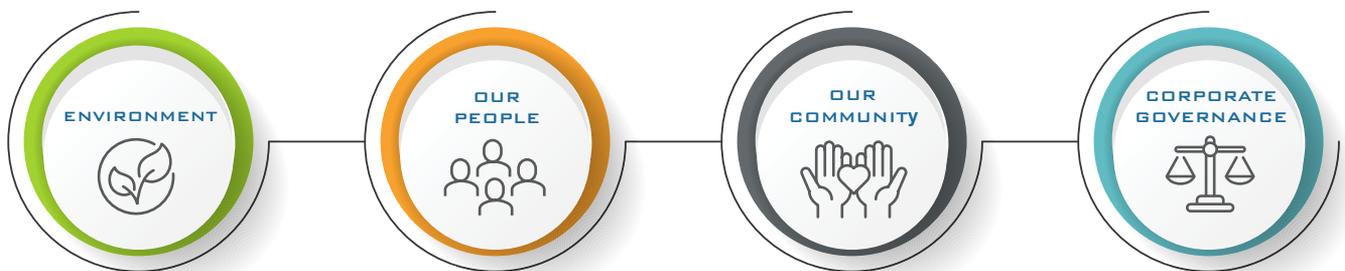
We continue to enhance our sustainability strategy to align with the broader transformation of our business. Our executive management team recognizes the importance of embedding environmental and social priorities within our business operations with an enhanced and modernized strategy intended to drive additional progress on initiatives that promote sustainability and transparency.

Mr. Daniel Thoren, Graham's Chief Executive Officer, is responsible for overseeing and advancing the Company's efforts with respect to sustainability initiatives. In such capacity, Mr. Thoren reviews our ESG efforts with the Board and the various Board committees as appropriate.

We have established ESG working groups at each of our companies that are responsible for leading our ESG strategy and monitoring our corporate social responsibility and environmental accountability initiatives. These groups include cross-functional subject matter experts from across the business. Against this backdrop, we have — with the assistance of outside expertise — performed an assessment of key indicators and engaged with our internal and external stakeholders on sustainability topics to help further inform our future direction and tenets.

The four tenets of our ESG strategy are:

- (1) **Environment**
- (2) **Our People**
- (3) **Our Community**
- (4) **Corporate Governance**



This report was prepared in accordance with the SASB standards and takes a materiality-based approach to disclosure. The data provided in the SASB table covers information for calendar years 2022 and 2023. The materiality assessment for compiling this report began by examining the priorities of a range of key stakeholders — including investors, customers, colleagues, and ESG rating organizations. We then reviewed the recommended ESG topics for inclusion in the sustainability disclosure, rating methodologies, investment decision-making, goal setting, and strategy.

FROM THE CEO

I am pleased to share our Graham Corporation SASB Factsheet which demonstrates our advances in our sustainability journey consistent with our corporate mission. Thus, we believe that we must continue to invest in and leverage our unique value enhancing differentiators, including sustainability. We have made great strides to stabilize our business, improve our performance, capture new opportunities and further the four tenets of our sustainable long-term strategy:
(1) Environment, (2) Our People, (3) Our Communities, and (4) Corporate Governance.

**OUR MISSION IS TO
BUILD BETTER
COMPANIES TO
DELIVER SUPERIOR
PERFORMANCE.**

While a microcap company with a market capitalization of approximately \$300 million, we nonetheless believe we can make an impact on our world. We have over 500 employees across our global facilities and our commitment to building a diverse and inclusive culture has never been stronger. In fact, our communities are recognizing us for our efforts both in diversity as well as our contributions to our communities through engagement and support.

Our environmental initiatives are focused on what we can do in our own operations as well as through the broader influence of the equipment we design and build. We are continuously innovating to help our customers with their environmental efforts. Improving product performance to drive efficiencies, help reduce emissions and enable green energy provides environmental advantages for our customers that extend well beyond the bounds of our operations. Our high-performance, mission critical products can help reduce energy use as well as reduce pollution and emissions that impact the climate. Look for future communications on our product successes in sustainability!

Within our own operations, we work hard to address environmental accountability. This includes a concerted effort to reduce the waste we generate in our facilities and carefully managing our energy and water consumption. We believe this ongoing focus on being responsible stewards of the environment and good partners to the communities in which we operate can deliver tangible business value. It is important for us to understand the vast impacts climate change can have on all the communities we serve, especially on people who live in vulnerable areas that may be disproportionately affected.

We are pleased to share our belief of the need to consistently embed the principles of a circular economy within our organization to support sustainable production, reasoned consumption, efficient waste management and extended life cycle support. This Factsheet reflects our accountability to these principles and our commitment to regularly communicate our sustainability initiatives and performance. Building on our strong governance foundation detailed on our website and in our regulatory filings, we incorporated and utilized the SASB framework to structure our disclosure and enhance transparency.

We are excited for what the future holds for Graham and to share our sustainability story with you in this Factsheet.

We appreciate your confidence and support.



A handwritten signature in blue ink that reads "Daniel J. Thoren".

DANIEL J. THOREN
President and Chief Executive Officer



ENVIRONMENT

We believe that a focus on environmental stewardship is fundamental and integral to the work we do every day to serve our customers, create value for our stockholders, and benefit our global community.

We have taken steps at both our manufacturing operations in Batavia, NY and Arvada, CO to improve energy efficiencies and air quality that are intended to lessen our impact on the environment. In 2023, our Board of Directors approved our Enterprise Level Environmental Policy. This policy is available on our website at <https://ir.grahamcorp.com/corporate-governance/governance-documents>. We also support clean energy initiatives of our customers, including hydrogen, nuclear, biodiesel, and geothermal power through our product offering.



IN 2023

TOTAL ENERGY USE
REDUCTION

13%

Per \$M Revenue

ALTERNATIVE ENERGY
PROJECT REVENUE
INCREASE

70%

HAZARDOUS
WASTE
REDUCTION

50%

As climate change concerns become more prevalent, we recognize the importance to comply with increased regulations and stricter environmental standards. Highlights of our environmental sustainability efforts and accomplishments include:

- ▶ Installed new Electro Chemical Machine (ECM) reducing hazardous waste generation over 50%.
- ▶ Received four additional Electric Vehicle (EV) charging stations to install in 2024.
- ▶ Installed scrubber/handlers in plate burn area, improving air quality.
- ▶ Developed NextGen steam nozzle to reduce steam use and CO2 emissions by up to 10%.

Each of our facilities are diligent in controlling hazardous waste and ensuring wastewater and storm sewer discharges are monitored to support greater access to clean water. We help minimize the sources of pollution in our communities with "Adopt-A-Street" activities, factory recycling programs, electric car charging stations, and energy-saving initiatives like LED lighting, motion sensors for lighting, smart compressors to manage energy loads, and installing programmable thermostats in our facilities.

We believe that our focus on environmental sustainability, with the objective of reducing costs and improving sustainability of our operations, will provide a strategic benefit. We have implemented an Enterprise Level Environmental Policy. We will continue to engage with suppliers throughout our global value chain to measure and manage these impacts in order to conserve resources, reduce costs, and promote ethical practices.

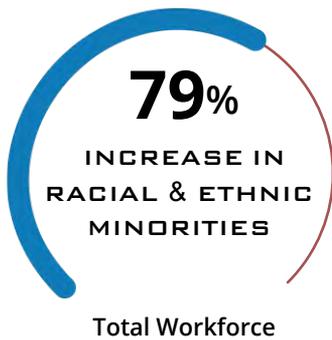


OUR PEOPLE

At Graham, we believe our most important asset is our people. We continually strive to use our knowledge, talents, and resources to improve the quality of life of our workforce. Our success depends on a highly skilled, properly motivated, and valued workforce.



Employee clubs and teams are key to our success! The culture committee, garden crew, and biking club to name a few, build camaraderie, trust, and a sense of belonging.



A diverse, transparent, fair and friendly environment is very important to us at Graham. Our commitment starts with our goal of attracting, retaining, and developing a workforce that is diverse in background, knowledge, skill, and experience. As such, we are committed to providing equal employment opportunities and making all recruiting, payment, performance, and promotion decisions based on merit, without discrimination. In 2023, we started a Women in Manufacturing group to attract and promote women in our workplace. As of December 31, 2023, women represented approximately 20% of our workforce and self-identified racial and ethnic minorities represented 9.4%.

Our leadership recognizes that a diverse workforce and a culture of equity and inclusion helps us compete more effectively, sustain success, and build long-term shareholder value. We encourage every one of our team members to form deeper relationships with those around them based on mutual respect, dignity, and understanding. Graham has non-discrimination and anti-harassment policies as outlined in our employee handbook, as well as a formal Code of Business Conduct and Ethics. Furthermore, to encourage productive conversations within our organization, we continued to act on employee engagement survey results and rolled out a new Human Resource information system to provide easy access to pertinent information, as well as ensured training for our managers and employees while encouraging effective communication.

Supporting veterans

Graham has increased veteran recruiting including attending veteran career fairs. We host numerous events and honor veterans throughout the year, including our annual Murph Challenge, Veteran's Day Brunch, and holiday fundraising contests to celebrate veterans each year.



Our goal

Our goal is to be the preferred place to work and to attract the best people by creating a culture that is exciting, creative, fun, and embraces continuous improvement. Graham team members are a valuable resource. The safety of our employees is our top priority. We believe that employee development is vital to our continued success. We support the development of our employees through programs such as our internal weld school training, our partnerships with community colleges, our tuition assistance program, and management and leadership training classes. Our management is continuously focused on developing an inclusive and respectful work environment where our employees are highly engaged and motivated. Management regularly engages with employees on a broad range of topics, including corporate culture, diversity and inclusion, health and safety, training and development, strategy, mission and purpose as well as compensation and benefits.

Our team members' health and safety

We are dedicated to ensuring the health and safety of our team members by supporting the whole person. Our dedicated global health and safety function ensures that employees are trained on best practices to create a safe and healthy workplace for all. To ensure the health and wellbeing of our employees, we aim to provide a robust health and wellness package. Adding a safety committee, improving our safety training, and reducing our Recordable Incident Rate, have resulted in discounted and improved worker benefits packages.

Our customers' health is also of utmost importance to Graham. In 2023, we had zero product safety recalls.

We continually evolve our benefits plans to remain competitive and meet the needs of our workforce. Some of the various benefits we offer include:

- ▶ Competitive medical, dental, and vision benefits
- ▶ Flexible spending and health savings accounts for both healthcare and dependent care
- ▶ Short- and long-term disability insurance
- ▶ Paid maternity and parental leave
- ▶ 401(k) retirement savings program, including company matching contributions, and Employee Stock Purchase Plan
- ▶ Employee Assistance Program providing free counseling services
- ▶ Wellness incentives, including a wellness consultant

Zero
Total Product
Safety Recalls

We have expanded training, leadership, education and also co-op, internship and apprenticeship programs. This supports all employees, giving them opportunities for career growth and continuing education.



Apprenticeship Program



OUR COMMUNITIES

We believe that investing in local communities to create positive social and economic outcomes is at the heart of generating social impact. We believe in giving back to the communities in which we live and work. We support and empower our employees' efforts in their communities by providing opportunities to volunteer. Being a good company means that we push ourselves to do our best, for our customers, for our shareholders, for the company, for ourselves, for those around us, and for the world that we all share. We are committed to supporting the communities in which we do business by leveraging the power of our company through donations, scholarships, education, and participation with charitable organizations.



Supporting Crossroads House

Making a difference

We strive to use our capabilities, reach, and resources to make a lasting difference.

- ▶ We are proud to have continued working with several local schools to help teach students about careers and opportunities in engineering and advanced manufacturing.
- ▶ Graham participated in the Genesee, Livingston, Orleans, and Wyoming ("GLOW") Corporate Cup. The goal of this event is for local businesses to form racing teams, compete in a fun atmosphere, and crown a winner of the Corporate Cup. With the proceeds raised from this event, the YMCA is able to fulfill its mission of youth development, healthy living, and social responsibility in the GLOW region.
- ▶ We implemented a United Way Day of Giving, the largest community-wide volunteer event across our region serving Genesee, Livingston, Monroe, Ontario, Wayne, and Wyoming counties.
- ▶ We donated time and resources to a number of charities including Special Olympics, Habitat for Humanity, Family Tree, Community Table Food Bank, National Foundation to End Child Abuse and Neglect, Cystic Fibrosis Foundation, Outdoor Labs, Puppy Rescue, and Adopt-A-Street Clean-ups.

Graham believes the industry needs to engage with young people, be more inclusive and employ people from a diverse range of backgrounds. As key stakeholders in the industry, Graham partnered with nonprofit organizations to implement elementary school STEM programs, where 30+ volunteers engaged in science fair judging, tours, and career fairs and created STEM kits to support educational endeavors. Furthermore, we facilitated weld training programs with local high schools and community colleges, and serve on their industry partner committees. Also, Graham assisted with college scholarship funds at many local colleges and universities, including Red Rocks Community College, Warren Tech, University of Colorado and Colorado State University.

We believe it is our responsibility to respect human rights in our operations, including opposing human trafficking and the exploitation of children. Accordingly, we have adopted a Human Rights Policy Statement to emphasize our strong commitment to human rights. This policy is available on our website at <https://ir.grahamcorp.com/corporate-governance/governance-documents>. We expect our business partners to also treat workers fairly and not engage in human rights abuses.

In our dedication to being a responsible corporate citizen, we adopted a Conflict Minerals Policy. This policy, available at <https://ir.grahamcorp.com/corporate-governance/governance-documents>, is intended to support our commitment to sourcing components and materials from companies that share our values around human rights and ethics. We also communicate to our suppliers our expectation that they will cooperate with our efforts in this area.

We will continue to partner with nonprofit organizations that work to decrease the number of individuals facing economic barriers and make our communities reflections of our commitments and values.



CORPORATE GOVERNANCE

Graham is committed to achieving excellence in our corporate governance practices. We emphasize a culture of accountability and conduct our business in a manner that is fair, ethical, and responsible to earn the trust of our stakeholders.

Graham has comprehensive corporate governance policies and structures in place to foster accountability and transparency. These policies reflect our underlying commitment to maintain the highest standards of ethics and integrity and to operate our business in compliance with all applicable anti-corruption, anti-bribery and anti-trust laws and regulations. To support our principles, we have adopted a Recovery of Erroneously Awarded Compensation, Anti-Bribery and Anti-Corruption Policy, in addition to the Human Rights Policy, Code of Vendor Conduct, and Enterprise Level Environmental Policy. These policies are available on our website at <https://ir.grahamcorp.com/corporate-governance/governance-documents>.



Independent Directors

The Board of Directors is comprised of a majority of independent directors as defined by NYSE listing standards and the Board's Corporate Governance Guidelines. All of the Board committees are comprised entirely of independent directors.

Good governance includes compensation parity starting at the board level and moving through our organization. Our Board utilizes professionally developed compensation studies to ensure both board and executive compensation is in line with peers. Likewise, our business units utilize commercial salary data in performing compensation equity analysis. We have adjusted salaries appropriately to better align our employees' salaries with the collected data.

Graham recognizes that effectively managing enterprise risk is critically important to the long-term success of our business. Management is responsible for our company's day-to-day risk management activities. Our company relies on a comprehensive risk management process to aggregate, monitor, measure, and manage risks. In 2023, we implemented Sarbanes-Oxley Act ("SOX") compliant controls and procedures in our Barber-Nichols business unit, implemented a formal quarterly business review process and strengthened our compliance program. While we exercise oversight, we do not have full control over our supply chain or the suppliers with whom we do business; however, we continually seek to partner with suppliers that share common values and a shared commitment to our sustainability objectives.

As a global leader in the design and manufacture of critical electronics-enhanced turbomachinery and turbomachine-based subsystems as well as vacuum and heat exchangers technologies, Graham is a trusted partner that meets the industry's high bar for data resiliency and security. We leverage the latest encryption configurations and technologies on our systems, devices, and third-party connections and further vet third-party vendors' encryption, as required, through our vendor management process. In 2023, we achieved Cybersecurity Maturity Model Certification ("CMMC") Level 2 compliance across our corporation, moved human resource personal information to a secure commercial cloud platform and began the migration of business communications to secure cloud platforms.

ANNEX

This annex expands transparency through key quantitative data compiled in accordance with the SASB frameworks and standards, along with additional details on our workforce, revenue, sales, stakeholders, locations, and certifications. Report data covers all global operations unless otherwise noted. In developing our Factsheet, we have compiled metrics organized by key sustainability themes incorporated within our tables and throughout our organization.



SASB TABLE

SASB Data Table

Graham Corporation's member companies best classify into the Sustainability Accounting Standards Board classifications for RT-AE Aerospace & Defense and RT-1G Industrial Machinery & Goods. Our reporting reflects that dual classification.

TOPIC	METRIC	CODE	2022	2023	NARRATIVE RESPONSE
Energy Management	Total energy consumed	RT-AE-130a.1/ RT-IG-130a.1	65,573	67,144	13% energy reduction per \$M revenue
	Percentage grid electricity	RT-AE-130a.1/ RT-IG-130a.1	33%	31%	Please also see page 5 of the Factsheet
	Percentage renewable	RT-AE-130a.1/ RT-IG-130a.1	0.0%	0.0%	Prior year numbers revised
Employee Health & Safety	Total recordable incident rate	RT-IG-320a.1	2.5%	4.0%	Prior year numbers revised
	Fatality rate	RT-IG-320a.1	0%	0%	Please also see page 7 of the Factsheet
	Near miss frequency rate	RT-IG-320a.1	4%	12%	Prior year numbers revised
Hazardous Waste Management	Amount of hazardous waste generated	RT-AE-150a.1	7.7 tons	4.2 tons	Over 50% reduction due to new ECM waste process; see page 5
	Percentage recycled	RT-AE-150a.1	17%	15%	Prior year numbers revised
	Number of reportable spills	RT-AE-150a.2	0	0	Please also see page 5 of the Factsheet
	Aggregate qty of reportable spills	RT-AE-150a.2	0	0	
	Quantity recovered	RT-AE-150a.2	0	0	
Data Security	Number of data breaches	RT-AE.230a.1	N/A	N/A	Graham considers this information to be confidential
	% Involving confidential inf	RT-AE.230a.1	N/A	N/A	
	Description of approach to identifying and addressing data security risks in (1) company operations and (2) products	RT-AE.230a.2	N/A	N/A	

SASB TABLE

SASB Data Table Continued

TOPIC	METRIC	CODE	2022	2023	NARRATIVE RESPONSE
	Revenue from alternative energy related products	RT-AE-410a.1	\$1,660,317	\$2,868,000	>70% increase in alternative energy related project revenue Previous year numbers revised
Fuel Economy & Emissions in Use-Phase	Description of approach and discussion of strategy to address fuel economy and greenhouse gas ("GHG") emissions of products	RT-AE-410a.2	Please see Narrative Response		<p>Graham Corporation reduces energy use and greenhouse gas (GHG) emissions through improved energy and water management, materials conservation, and increased renewable energy use. By reducing energy consumption and water use in our operations, we reduce our associated carbon footprint and safeguard related natural resources.</p> <p>Annually, we evaluate potential resource savings projects at each of our facilities. Lighting, building, HVAC, water consumption, and compressed air projects along with material recycling netted significant savings across the corporation.</p>
Material Sourcing	Description of the management of risks associated with the use of critical materials	RT-AE-440a.1/ RT-IG-440a.1	Please see Narrative Response		<p>Graham Corporation relies heavily on metal market materials, along with other various materials, to manufacture our products. Carbon based products are the majority of usage, various specialty alloys are used in aerospace and defense applications, while non-ferrous materials such as copper, copper alloys and nickel are also used, but in limited volumes. We use these materials in both our commercial operations and Department of Defense offerings.</p> <p>Historically, we have been able to successfully mitigate risk for the timely receipt of material by advanced procurement, competitive global sourcing and block buys. We have been informed by numerous suppliers that cost and delivery of raw materials are fluctuating and may negatively affect the cost and availability of supplied material and products. While we believe we have taken appropriate measures to mitigate these risks, supplier and supply chain disruptions, labor availability, and issues associated with macroeconomic issues could result in delays, increased costs, or reduced operating profits or cash flow.</p>
Remanufacturing Design & Services	Revenue from remanufactured products and remanufacturing services	RT-IG-440b.1/ RT-IG-440b.1	\$250,000	\$195,000	

SASB TABLE

SASB Data Table Continued

TOPIC	METRIC	CODE	2022	2023	NARRATIVE RESPONSE
	Total amount of monetary losses from legal proceedings associated with corruption, bribery, and/or illicit international trade	RT-AE-510a.1	\$0	\$0	
	Revenue from countries ranked in the "E" or "F" Band of Transparency International's Gov't Defence Anti-Corruption Index	RT-AE-510a.2	Band "E" \$4,078,368 Band "F" \$2,976,874	Band "E" \$11,193,680 Band "F" \$3,967,269	Driven by exports to Thailand, China, Mexico, Saudi Arabia Prior year numbers corrected
Business Ethics	Discussion of processes to manage business ethics risks throughout the value chain	RT-AE-510a.3	Please see Narrative Response		<p>At Graham Corporation, we are committed to integrity and the highest standards of ethical conduct. We require all employees, consultants, contract laborers, and Board members to follow the standards as outlined in our Code of Business Conduct and Ethics. We work diligently to review our business opportunities, practices, and projects for legal, contractual, credit, and ethics risks, and we apply the same standards throughout our value chain.</p> <p>An important aspect of our commitment to ethical business practices is establishing and maintaining anti-bribery and corruption controls. The Graham Foreign Corrupt Practices Act training program directs our approach to anti-bribery and corruption, which applies to all of our employees, agents, and suppliers around the world. Graham Corporation maintains its own whistleblower programs and complies with our DoD customers' whistleblower programs to ensure the ability of our constituents to report ethics concerns.</p> <p>Graham Corporation is committed to compliance with the trade laws and regulations of the United States and all countries where we do business. Our commitment to ethics makes us a reliable and worthy partner to our customers and communities.</p>

SASB TABLE

SASB Data Table Continued

TOPIC	METRIC	CODE	2022	2023
Product Safety	Number of safety recalls issued	RT-AE-250a.1	0	0
	Total units recalled	RRT-AE-250a.1	0	0
	Number of counterfeit parts detected	RRT-AE-250a.2	0	0
	Percentage avoided	RRT-AE-250a.2	0%	0%
	Number of airworthiness directives received	RRT-AE-250a.3	0	0
	Total units affected	RRT-AE-250a.3	0	0
	Total monetary losses as a result of legal proceedings with product safety	RRT-AE-250a.4	Asbestos litigation expenses: \$115,00	Asbestos litigation expenses: \$97,500
Activity Metrics	Number of Employees	RT-IG-000.B	498 (corrected from previous report)	554
	Number of Units Produced	RT-IG-000.A	N/A	N/A



NYSE: GHM

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