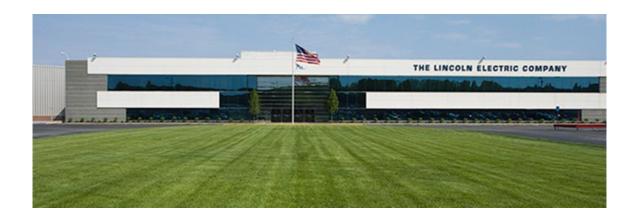
LINCOLNI R ELECTRIC

For over 120 years, Lincoln Electric has been a world leader in the design, development and manufacture of arc welding products, robotic arc welding systems, plasma and oxyfuel cutting equipment and has a leading global position in the brazing and soldering alloys market. Known as the Welding Experts®, our solutions are used across diverse industry sectors in over 160 countries. Headquartered in Cleveland, Ohio, we operate 48 manufacturing locations in 19 countries and generated \$2.5B in revenue in 2015







NEW HIRE/ONBOARDING Machine Division

- Company New Hire Orientation
 - Approximately 90% hired as contractors (can be converted to Lincoln employees after 3 to 4 month probationary period)
 - General rules and regulations
 - EHS regulations
 - General PPE requirements
- Machine Division Mentoring
 - Up to 50 days long
 - One on one mentoring
 - Job specific Safety training including
 - Emergency numbers, PPE, evacuation routes, pedestrian safety, towmotor safety, eyewash stations, fire extinguishers, electrical, machine guarding, incident recording



MACHINE DIVISION

- Approximately 800 salaried, hourly, piecework and contract (approximately 25 at any given time) employees
- Over 900,000 square feet of manufacturing, storeroom and offices
- 15 departments including varying tasks such as:
 - Sheet metal
 - Welding
 - Winding
 - Machining
 - Small & Large Transformers
 - Material Handling
 - Tool Room
 - Quality Assurance
 - Welding School

- Molding
- Carpentry
- Electronics Factory
- Wire Feeders
- Engine Drives
- Shipping & Receiving
- Production Planning
- Maintenance
- Office Support Staff





Employee run organization started in 2001 to help nurture a safe working environment for employees

Workplace

• Tools, work area, aisle ways & walk ways, slips/trips hazards

Education

• Equipment limitations, certifications, reporting issues, PPE, lifting techniques

Lifestyle

• Rest & nutrition, stretching, ergonomics, reverse stretching, overdoing it

Discipline

No shortcuts, do not rush, following instructions, safety guards, risks



EMPLOYEE RESPONSIBILITY

- Offer safety suggestions which may contribute to a safer work environment
- Use proper safety devices and protective equipment as required by management
- Report to your Supervisor all injuries, regardless of severity
- Don't wear loose or torn clothing around machinery
- Wear safety glasses, steel toed shoes and hearing protection at all times when on the production floor
- Be aware of tow motors and other traffic when walking in aisles
- Look for traffic before stepping into any aisle



MANAGEMENT RESPONSIBILITY

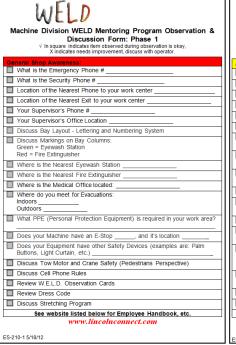
- Provide a work environment where safety is the highest priority at all times
- Establish and supervise an accident, education and prevention program, like WELD
- Establish and supervise the investigation and reporting of all injuries
- Perform audits of areas to identify and eliminate hazards
- Provide necessary safety equipment to employees

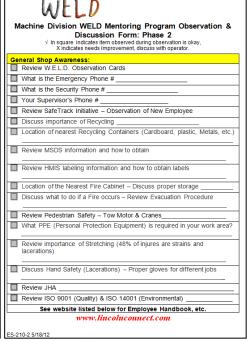


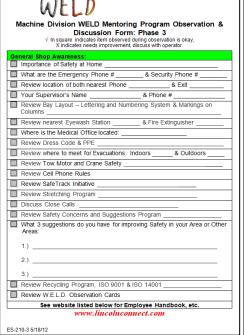
4 PHASE MENTORING PROGRAM

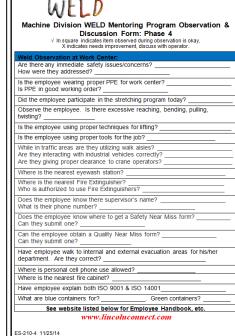
DOCUMENTED CHECK LISTS: ES-210-1/2/3/4

 100% of all new employees are to have been partnered with a WELD representative and complete the 4-phase WELD mentoring program within 50 days of hire.











MENTORING GUIDELINES

Mission Statement: To establish positive relations and a bond with new employees in the Machine Division with the goal of promoting safety, educating them about the Lincoln culture, providing valuable information about Lincoln and giving them somewhere to turn as questions arise.

Employee Mentoring Basic Checklist

- Make sure you check with Department leadership on a weekly basis to see if any new hires are coming to your department.
- Make sure that you as a mentor are wearing your red WELD armband and the new hire is wearing their fluorescent yellow WELD armband.
- Review the mentoring observation form that is pertinent to the phase (1-4) you are covering with the new hire. This ensures that you are familiar with the information required to complete observation form and allows a more complete dialogue with them.
- Perform walks with the new hire for each phase of the mentoring program covering the information contained on that phase's card. Review all information thoroughly with them making sure there is an understanding of the material covered.
- Visit the new hire on a regular basis aside from the mentoring walks to encourage safe behavior and habits (also helps to build a rapport with them).
- Help further the mentoring bond by taking the new hire to lunch in the cafeteria at some point during the 4 phase mentoring process. You can obtain lunch cards from WELD leadership.
- The more of a bond you build with the new hire, the more you will help them to build a good safety base and will greatly reduce
 potential accidents, improve morale, safety awareness and will assist them in starting a long and successful career at Lincoln
 Electric.



NEW EMPLOYEE ARM BAND





WELD OBSERVATION FORMS

WELD OBSERVATIONS

2016 Goal 90%

DART RATE

_ 2016 Goal ≤ .59

2016 QUARTER FOCUS

- 1st Quarter
 - Safetrack
 - Winter Safety
- 2nd Quarter
 - QUEST
 - Environmental
- 3rd Quarter
 - Hydration
 - Pedestrian Safety
- 4th Quarter
 - Housekeeping
 - Material Handling Safety



QUALITY · ENVIRONMENTAL · SAFETY

Machine Division WELD Second Quarter Observation Form

What is Quest?

An enterprise-wide integrated software platform for Quality, Environmental & Safety Management Systems. QUEST provides a common reporting platform & metrics for Lincoln facilities. Quest is expandable in the future with a number of available modules.

What is an Unsafe Condition?

An unsatisfactory physical condition existing in the workplace environment.

<u>Examples</u>: Unprotected fall hazard, damaged ladder, combustibles present in a designated hot work area, water leaks, etc.)

What is an Unsafe Act?

Any act that deviates from a generally recognized safe way or specified method of doing a job.

Examples: Failure to wear harness (PPE), use of a damaged ladder or improper use of a ladder, performing hot work without covering/removing combustible materials, etc.

What is a Near Miss?

An unplanned event involving a person that did not result in an injury, illness or damage - but had the potential to do so. <u>Examples</u>: Employee was running a press and the machine automatically cycled, narrowly missing the employee's hand.

What is an Injury/Illness?

A trauma, damage, or other harm done to or suffered by a person as the result of a workplace incident or otherwise hazardous condition. May be acute or chronic in nature.

ES-124_Q2_Q 3/2016

Environmental



Machine Division WELD Second Quarter Observation Form

Recycling helps to conserve natural resources and Lincoln Electric recycles all the materials it can to reduce our environmental foot print. Products recycled are: cardboard, paper, metals, plastics, wood, and electronic waste. By recycling we reduce the amount of scrap sent to landfills. Lincoln Electric recycled 1,004,063 pounds of cardboard in 2015.

The ISO 14001 is a globally accepted standard developed by the International Organization for Standardization (ISO) for the implementation of an environmental management system (EMS). Lincoln Electric has held ISO 14001 certification for the past 14 years; Mentor received certification in 2002 and Euclid certified in 2004.

What is "Hazardous Waste"?

A toxic byproduct of various processes: a byproduct of manufacturing processes that is toxic and presents a potential threat to people and the environment. Hazardous waste can include spent solvents as well as many pesticides and excess / discarded / spilled chemicals. This waste is generated from sources as diverse as the Motor Pool and the Laser Research Lab. A substance (gas, liquid, solid, or sludge) may be hazardous if it is ignitable, corrosive, toxic, or reactive. Refer to EHS 351 for specifications on managing hazardous waste here at Lincoln Electric.

Green and blue recycle containers are being used to collect material for recycling, green for cardboard and blue for plastic. The containers fit neatly under the work bench and are labeled to identify the types of material to recycling. This type of container is listed in the Manufacturing Book of Standards.



What is GHS:

GHS is an acronym for The Globally Harmonized System of Classification and Labeling of Chemicals. The rating values will differ from the current standards whereas the hazard rating will range from 1 being the most severe with the degree of severity lessening as the numbers increase.

ES-124_Q2_EV 3/2016

FRONT OF CARD

BACK OF CARD



WHAT IS A NEAR MISS?

- It is an unplanned event that did not result in injury, illness or damage- but had the potential to do so.
- All near misses involve people and some type of action.
- Near miss describes incidents where, given a slight shift in time or distance, injury, ill-health or damage easily could have occurred, but did not occur this time.



ES- 234

What does the observer believe should be implemented to resolve the incident or prevent a recurrence?

Cleveland US10

Values with an "*" are required

FS- 23

Other Comments

Organization Information				A SAMPLE SAME	
* Incident Type Near Miss NM-Property NM-Injury Unsafe Act Unsafe Condition Submitted By Employee Name* (Name of Emp	Other	C Autom C Consur C Corpor C Corpor C Equipm Non-Di	mable Euclid mable Mentor ate nent (Machine Div visional	ision)	Department Where Incident Occurred
Employee Information (Employee	discoult investment with in				
Employee's Division C Automation C Consumable Euclid C Consumable Mentor C Corporate C Equipment (Machine Division) C Non-Divisional	* Employee Status C Employee C Temporary/Cor	(Not Required for Un	isafe Condition) Inknown	Employ	ee Name *
* Employee's Department Employee # * Employee's Supervisor * (Not required for Unsafe Condition) (Auto populated by Quest) (Auto populated by Quest)					
Visitor / Contractor Information Name *	(If applicable)	Occupati	on		
Company *		Address			
General Information		1			
	vered *	* Equipment # / Equipment Description *			
Where did the Incident Occur? Examples: "Shop Floor: 8B1", or "Off {Instructions}		anine", or "Dock A	rea:W2*, etc.		
What Happened? * Tell how the injury occurred. Example face when gasket broke during replations when gasket broket broket broket gasket broket gasket broket broket gasket broket gasket broket gasket broket gasket broket gasket broket gasket ga	cement*			Worker was	sprayed with chlorine on

Select the Process Being Performed at the Time of the Incident Business Core Process * Business Core Process * Business Core Process * Manufacturing Maintenance / Construction / Contractor Customer Services Business Sub Process * Business Sub Process * Distribution / Shipping / Warehousin Cored Wire C Equipment Management C Facility Manufacturing Engineering / Method C Flux C Solid Wire Material Handling © Engineering Business Sub Process * High Alloy Solid Wire Operations / Scheduling C Foundry Plant Engineering Manual / Stick Electrode Procurement Product Design Product Assembly and Test Process Design Quality Assurance C Parts Manufacturing C Laboratory Receiving Resource Management C Sales & Marketing & Ordering Contributing Factors (Immediate cause. It could be the result of unsafe workplace conditions, unsafe behaviors or a combination of both that directly contributed to an incident. Select all that apply) Contributing Conditions* Contributing Actions* ☐ 01 Not Secured Against Moving ☐ 18 Taking Awkward Position ☐ 02 Unguarded/Inadequate Guarding ☐ 19 Defeating Safety Devices □ 03 Defective Tool/Equipment/Structure ☐ 20 Failure to De-Energize/Secure ☐ 04 Poor Housekeeping/Congestion ☐ 21 Failure to Follow Rules/Procedures ☐ 05 Awkward Position ☐ 22 Not Using as Intended ☐ 06 Improper Design of Equipment ☐ 23 Operating at Unsafe Speed ☐ 07 Sharp Objects ☐ 24 Operating without Authorization O8 Natural Disaster ☐ 25 Using Improper/Unsafe Equipment ☐ 09 Inadequate Lighting ☐ 26 Improper Loading/Placement ☐ 10 Uncontrolled Health Hazard ☐ 27 Exertion Beyond Capacity ☐ 11 Fire/Explosion Hazard ☐ 28 Failure to Communicate Hazard ☐ 12 Repetitive Motion ☐ 29 Horseplay ☐ 13 Unsafe Driving Condition ☐ 30 Failure to use/Improper PPE ☐ 14 Personal/Medical Condition ☐ 31 Lack of knowledge of hazard present ☐ 15 Weather ☐ 32 Distraction ☐ 16 Unsafe Environmental Condition 34 Other (Describe) □ NA ☐ 17 Other (Describe)_ □ NA Risk Assessment Risk Score Dimensions Potential/Actual Likelihood Potential/Actual Severity (do not fill Risk How severe was this event or could this event be if What is the potential reoccurrence if existing hazards no preventative measures are implemented? and conditions are not corrected? Low Medium Not Likely Incident Likely Very Likely High Has investigation been done? * Investigation Information (attach report if applicable) Yes No

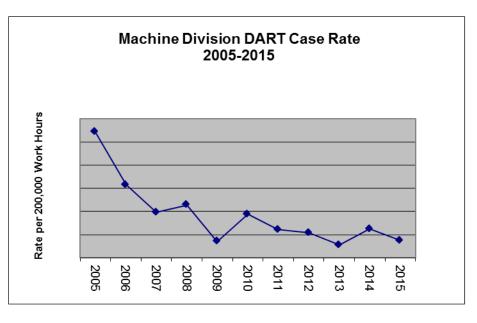
Review Date

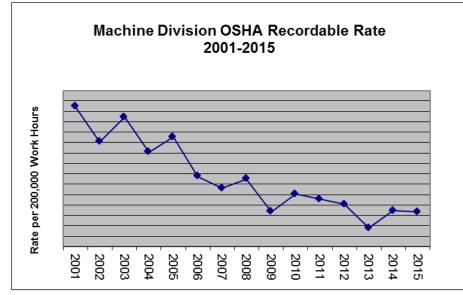
EHS Rev 1.2 9/22/15 kAlfaro 2 EHS Rev 1.2 9/22/15 kAlfaro 2



Positive Results

Over a 75% reduction in OSHA recordable and DART's in the Machine Division





CONGRATULATIONS MACHINE DIVISION

365 Days Zero Lost Time Injuries

May 8th, 2016



CONGRATULATIONS MACHINE DIVISION

1,207,653 Hours Zero Lost Time Injuries

WE DID IT THROUGH TEAMWORK



