

EPPE Group Environmental Policy

1. BASIC PRINCIPLES & COMMITMENTS

EP Power Europe, a.s. ("EPPE") and the subsidiaries and companies controlled by it ("EPPE Group") are committed to conducting their business activities in an environmentally safe and responsible manner. To make sure that the EPPE Group upholds this commitment to the environment, all the impacts, whether positive or negative, are monitored. The EPPE Group aims to decrease negative impacts and to improve positive imprint on the environment.

The EPPE Group's principles laid down in the ESG Master policy are at the core of its business activities and they are to be respected and followed by all subsidiary companies.

The subsidiary companies follow at minimum these main principles and implement them in their own binding internal policies in their country.

This Policy defines the EPPE Group's commitments in regard to behaviour that has a direct or indirect impact on the environment:

The EPPE Group follows these basic principles:

- A. **CLIMATE CHANGE & CARBON FOOTPRINT REDUCTION.** The EPPE Group understands that envisaged climate change poses a severe risk and thus the European decarbonisation goals and GHG emissions reduction targets are respected and followed. The EPPE Group strives to achieve reduction of its carbon footprint and GHG emissions in line with these targets and by continuously monitoring and modernising its operations and through higher efficiency. The EPPE Group is aware that new climate-change driven measures are continuously added which might have profound impact on energy and financial markets. The EPPE Group also recognizes that taking appropriate action on climatic change is vital for maintaining its good reputation. The EPPE Group is thus fully committed to responsibly manage its exposure to the regulatory, reputational and market risks related to climate change.
- B. **PROTECTING THE BIODIVERSITY.** Protecting biodiversity in the areas where the EPPE Group operates is a goal of the EPPE Group. Potential risks in planning and operations are monitored and evaluated on a regular basis. These activities are complemented by consultations with experts, which leads to a mitigation or compensation of potential negative impacts. To minimize potential negative impacts on local fauna and flora the EPPE Group generally strives to avoid new operations and to minimize impact in case of existing operations in areas with the highest biodiversity value. To achieve the goal of protecting the biodiversity the EPPE Group aims not only to minimise the negative impact, but also to play an active role in supporting and protecting ecosystems and endangered species.
- C. **ENVIRONMENTAL MANAGEMENT SYSTEM.** EMS requirements are set up to ensure the implementation of procedures to protect the environment, identify risks and to ensure that the environmental performance meets the requirements of the regulation. The EPPE Group aims for maintaining or obtaining its certification standards at minimum meeting the regulatory requirements and if feasible also on par with international levels at major group companies.
- D. **ENVIRONMENTAL IMPACTS OF THE PRODUCT PORTFOLIO.** The EPPE Group aims to decrease its products' negative impacts and helps its customers to understand the environmental impacts of the products.
- E. **SUSTAINABLE PRODUCTS & SERVICES.** The EPPE Group aims for creation of sustainable and environmentally conscious products and services.

- F. **CUSTOMER EFFICIENCY INCENTIVES.** Where relevant, the EPPE Group focuses on informing its customers about saving energy, creating eco-efficiency programs and products with emphasis on energy savings.
- G. **ENVIRONMENTAL AWARENESS.** EPPE recognizes the importance of providing environmental education and training to its employees through awareness-raising projects, energy efficiency programs and by promoting renewable and clean energy solutions where appropriate.
- H. **REGULATORY COMPLIANCE.** The continuous goal is to be compliant with the current environmental regulation and to transparently cooperate with the regulators in each of the countries the EPPE Group operates in.
- I. **ENGAGEMENT OF STAKEHOLDERS.** The EPPE Group collaborates with local communities, organisations, regulatory agencies and research institutes of national and/ or international repute in the environmental field. The EPPE Group is committed to communicate its intentions in the area properly and in advance and consult them with local authorities and general public.
- J. **RENEWABLE AND CLEAN ENERGY PROMOTION.** The EPPE Group is committed to the development of renewable and low emission energy sources in the form of their further grid integration when supported by relevant law. In the same manner, the EPPE Group has been continuously aiming to find new feasible investment opportunities in increasing the share of the renewable and low emission energy sources in its portfolio.
- K. **RESOURCE & ENERGY EFFICIENCY.** The EPPE Group is committed to using its resources in an effective and sustainable manner, through energy management systems, be it energy resources, freshwater or any other material used in the operation of EPPE's assets. The EPPE Group monitors resources used with the goal of improving its resource efficiency.
- L. **WASTE MANAGEMENT.** The EPPE Group is committed to continuously adhere to relevant legislation and go beyond the specified rules if economically feasible by using best practices in its hazardous and standard waste management, improving them and, according to the European waste management hierarchy, doing its best to prevent the creation of waste - including solid waste - and reuse the waste it generates based on the circular economy principles.
- M. **WATER MANAGEMENT.** The EPPE Group recognizes water is one of the planet's most precious resources. The EPPE Group is thus committed to continuously adhere to relevant legislation and go beyond the specified rules if economically feasible by reducing water use, improving water efficiency and taking measures to reduce the effluent load.
- N. **END CYCLE MANAGEMENT.** The EPPE Group pays attention to the environmental impacts of the decommissioning. The EPPE Group engages its stakeholders in dialogue regarding the usage of reclaimed areas.

Approved by the EP Power Europe, a.s. Board of Directors on 9 April 2021