

Our common journey towards Zero

Dear valued supplier,

Climate change is an important and urgent topic requiring common action. To mitigate the effect of climate change and ensure a sustainable future for us and the next generations, we need to reduce our greenhouse gas emissions (GHG). At INNIO, we want to ensure that our suppliers work in a sustainable way and work as well on reducing their emissions.

The <u>Paris Agreement</u>, in force since 2016 sets the goal to limit global warming to well below 2, preferably to 1.5 degrees Celsius, compared to pre-industrial levels. To achieve this ambitious, but important goal, countries must submit their <u>Nationally Determined Contributions (NDC)</u>, setting down the efforts by each country to reduce national emissions and adapt to the impacts of climate change.

As the first step in understanding and measuring your GHG emissions, we invite you to visit the <u>Greenhouse Gas Protocol</u>, an international framework that provides standards, guidance, tools and training for businesses and governments to measure and manage climate-warming emissions. There, you can gain knowledge and guidance for your first steps.

If you are already measuring your emissions, we highly recommend you report your performance according to <u>GRI 305: EMISSIONS 2016</u>. The Global Reporting Initiative (GRI) standard provides a framework to report economic, social, and environmental topics to increase transparency about your sustainability impact.

At INNIO, we ask our suppliers to commit to reducing their GHG emissions by 50% by 2030, or to commit to carbon neutrality by 2050. We believe that the commitment of all business partners is highly important to reach the goals of the Paris Agreement, and that every contribution is urgently necessary.

While we accept written commitments made to INNIO, we push our suppliers to make their commitment public and to sign up to the <u>Science Based Targets initiative (SBTi)</u>. SBTi provides a clearly-defined pathway to reduce GHG emissions. Targets are considered 'science-based' if they are in line with what the latest climate science deems necessary to meet the goals of the Paris Agreement – limiting global warming to 1.5°C above pre-industrial levels.