

## **Sustainability Program for Suppliers**

### **Cooperation on sustainability**

The Parties recognise the importance of reducing our climate impact and act in a sustainable and ethical manner. To ensure that CO<sub>2</sub>e footprint in the supply is reduced, the Parties must aim at minimising the climate and environmental impact of their companies

Solar A/S aims to reach Net-Zero by 2030 in our own operation and to reduce CO<sub>2</sub>e deriving from and by our value chain. To succeed with these ambitious goals, it is crucial that the Parties apply a stronger together approach.

### **Sustainability obligations:**

#### **CO<sub>2</sub>e footprint**

Supplier shall disclose annual CO<sub>2</sub>e data on Scope 1 and 2 activities according to the GHG protocol.

The Parties shall agree a timeframe for when this will be achieved and full disclosure shall be available no later than end 2024.

#### **Renewable energy**

Supplier shall produce or procure 100% sustainable energy certified as Renewable Energy Credits (REC) or Guarantees of Origin (GO), or a combination of those, in the full amount of the power used to manufacture the products covered by this agreement.

The Parties shall agree a timeframe for when this will be achieved and full disclosure shall be available no later than end 2024.

#### **Product documentation**

Supplier shall provide transparency and provide Environment Product Declaration (EPD) including CO<sub>2</sub>e /LCA on all products or product documentation on par with the EPD standard.

The Parties shall agree a timeframe for when this will be achieved and full disclosure shall be available no later than end 2024.

#### **Packaging**

Supplier shall provide appropriate packaging making product handling easy and safe throughout the supply chain.

In wood-based packaging, we favour solutions that are of sustainable origin (FSC or PEFC certified) or made from recycled materials.

In plastic based packaging, we favour solutions that are of sustainable origin or made from recycled materials.

Packaging material, both product packaging and packaging for distribution shall be kept to an absolute minimum and easy to dismantle and dispose of.

Supplier shall disclose type of packaging material used. The Parties shall agree a timeframe for when this will be achieved and full disclosure shall be available no later than end 2024.

### **Implementation and termination**

These sustainability cooperation requirements outline minimum standards and Solar urges the Supplier to apply for these and provide documentation. Solar recognizes that some of its suppliers operate in different environment and committing to these requirements may be challenging. In case the Supplier faces difficulties in complying with these sustainable cooperation requirements, the Supplier must contact Solar, to make an alternative plan.

If the Parties cannot agree on an implementation plan or having agreed on an implementation plan, which Supplier is not following, Solar, reserves the right to terminate agreements made between the Parties.

Solar A/S, September 2022