

Global Environmental Policy of SGL Carbon

SGL Carbon is a technology-based company and global leader in the development and production of carbon-based solutions. Its high-quality materials and products made of specialty graphite, carbon fibres and composites are used in industries that determine a sustainable future: the chemical sector and industrial applications, automotive, aerospace, semiconductor technology, solar and wind energy, LED as well as in the production of lithium-ion batteries, fuel cells and other energy storage systems.

SGL Carbon pursues for its activities a balance between economic, social and environmental aspects. To reduce our footprint on the environment and to address climate change, we strive for a minimal impact on the environment and the most ecological use of natural resources in all our products and processes. Furthermore, we strive to create a safe and healthy workplace for our employees and stakeholders. Due to the importance of occupational health and safety, we have implemented a separate Global Health and Safety Policy applicable to the entire Group.

SGL Carbon has implemented a Group-wide ESG governance structure whose highest decision-making body is the ESG Steering Committee that meets regularly under the leadership of the Board of Management to implement and further develop the Group-wide ESG measures and objectives.

As sustainability is an integral part of its values, SGL Carbon has a Group-wide strategy with targets and initiatives to avoid, reduce or mitigate environmental and social impacts at its sites. As part of our Group-wide strategy, we are also committed to monitoring and regularly reporting on our environmental performance against key performance indicators. Our Group-wide environmental strategy covers the following environmental performance areas:

- Energy consumption (incl. electricity, natural gas and other fossil fuels)
- Greenhouse gas (GHG) emissions
- Waste (hazardous and non-hazardous)
- Water consumption
- Recycling and Circular Economy
- Air pollution
- Biodiversity

SGL Carbon is committed to reducing the impact on the environment by:

- improving our energy efficiency, thus reducing CO₂ emissions and contributing to reducing greenhouse gases,
- identifying environmental risks and opportunities through regular discussions with relevant internal and external stakeholders,

- regularly updating our assessment of materiality, taking into account current and future environmental, social and regulatory issues,
- setting targets for continuous improvement and establishing environmental safety and sustainability programs,
- implementing initiatives at local and Group level to reduce emissions, waste, water consumption and other environmental impacts,
- minimizing the environmental impact of our products – including use of products and end-of-life – through innovation, e.g., by developing and implementing processes to recycle and reuse our products (circular economy),
- providing relevant information on the environmental impact of our products and
- raising the environmental awareness of our employees.

SGL Carbon commits to be compliant regarding all legislative and other relevant requirements related to the environment. SGL's Code of Conduct provides all employees guidance on how to act in line with our responsible corporate governance and orientation in corporate practice. SGL Carbon conducts regular audits and self-assessments of compliance with this Policy and reports results to the Board of Management.