



**KOCAER STEEL
ENVIRONMENTAL POLICY**



Kocaer Steel

In order to determine and define the general principles and scope of application to be followed in environmental management processes, to implement the legislation, national/international standards and systems related to environmental management and to take the necessary actions for compliance with the Company's sustainability strategies;

Regarding climate change;

- Complies with regulatory national and international regulations (Waste Management Regulation, Water Pollution Control Regulation, Packaging Waste Control Regulation, etc.), system (ISO 14001 Environmental Management System principles, Zero Waste Management System, etc.) and procedures.
- In line with Turkey's target, aims to reach net zero by 2053. In this context, calculates, verifies, monitors and annually declares to the public the greenhouse gas emissions originating from activities and supply chain.
- Aims to reduce greenhouse gas emissions resulting from activities and value chain and protect our natural resources in line with the 2053 net zero target. In this context, evaluates environmental risks and opportunities and carries out internal studies within the Company.
- By constantly monitoring energy efficiency studies in all areas of activity, carries out research activities and invests in renewable energy resources in order to create efficient work areas.
- Participates in national and international platforms with the awareness of responsibility in the challenge against climate change.
- Carries out awareness-raising activities on combating climate change specifically for the company and value chain.
- By identifying the risks and opportunities created by the challenge against climate change, constantly reviews business goals accordingly and supports initiatives within the scope of combating climate change.

Regarding the circular economy;

- With Zero Waste approach, develops and implements circular economy solutions in all activities, including waste prevention, reduction, reuse, recycling, recovery and disposal, respectively, in accordance with the waste hierarchy.

- By supporting sustainable resource use, participates in sectoral, national and international studies organized to use resources efficiently, reduce the generation of waste, protect the environment and prevent environmental pollution.

Regarding the decrease in water resources;

- With the awareness of the decrease in water resources in the world, regularly monitors water management performance and works to ensure the efficient use of water. In this context, makes water footprint calculations, verifies, monitors and declares them to the public annually.

Regarding chemical management in production processes;

- Ensures that, is used in compliance with international standards such as REACH and the Regulation on Inventory and Control of Chemicals.
- Follows technologies that will minimize the use of chemicals in production processes.
- Carries out the necessary work to reduce the use of chemicals and provides training to employees on this subject.
- Carries out collaborative work by informing all relevant parties about chemical management practices.

Regarding biodiversity;

- Aims to protect the diversity of species, habitats, ecosystems and the integrity of ecological functions by determining the effects of activities on biodiversity.
- Supporting the originality and diversity of natural life,
- Evaluating the impact on biodiversity in areas of activity and developing biodiversity action plans,
- Carrying out studies to minimize the impacts on biodiversity in new projects and studies,
- Developing practices that take into account the protection of endangered or endangered species in the areas where we operate,
- In biodiversity conservation efforts, the current situation is reviewed; To cooperate closely with relevant legal authorities, scientists and local governments , to act together with stakeholders on local solutions and global impacts,
- Taking into account IFC (International Finance Corporation) Performance Criteria and/or EBRD (European Bank for Reconstruction and Development) Performance Requirements in assessing the biodiversity risks of large-scale investments that may pose environmental and social risks,

- Allocating an important place to biodiversity within sustainability goals and including it in decision-making processes,
- Encouraging all employees and stakeholders to participate in studies aimed at protecting Biodiversity,
- Commits to sharing biodiversity performance annually in Sustainability Report.