



Environmental Policy of the A1 Telekom Austria Group

A1 Telekom Austria Group (herein-further 'A1 Group') is committed to operating as an environmentally and socially responsible company, minimizing negative impacts and maximizing the benefits to people and the planet. With ESG (Environment, Social, Governance) as one of the company's strategy enablers, we aim to achieve more efficient, resource-conserving, and thus more sustainable ways of working and living. Moreover, the Group considers these initiatives as long-term value drivers whose growth and success are not only expressed through the financial performance indicators but also include the measures associated with the A1 Group's environmental footprint. Our commitment is further expressed in our ESG Strategy.

Public policy, regulation, and environmental management systems

The A1 Group complies with legal requirements and contributes to international commitments such as the Paris Agreement and the UN Sustainable Development Goals (SDGs). Furthermore, the Group is implementing an audited Environmental Management System (EMS) in all subsidiaries to manage risk and opportunities as well as to detect and define areas of improvement. This ensures that we constantly drive targeted changes.

Climate change & energy

The A1 Group is strongly committed to protecting our planet and combating climate change.

We aim to keep our environmental impact to a minimum, by increasing our energy efficiency and raising the share of renewables in the energy mix. The latter is further strengthened by our Clean Energy Policy. We are committed to decreasing our emissions and keeping the alignment with the 1.5 Degrees reductions ambition across all scopes, as defined by [Science Based Targets Initiative](#) and recommended in the Paris Climate Accord and the Net-zero ambition.

A large source of emissions in the ICT sector are Data Centres (DCs). The A1 Group aims to increase the level of energy efficiency across all our DCs and to adopting a Code of Conduct for energy efficiency in major DCs.

We recognize that our supply chain generates more than two-thirds of our total GHG emissions and are setting up ambitious programs that look to address decarbonization both upstream and downstream in our value chain.

We are committed to constantly monitoring our emissions, transparently reporting on our progress against targets, and verifying our emissions in line with the GHG Corporate Accounting and Reporting Standard.

In addition, we keep investing in developing products and services that enable our customers to reduce their carbon footprint.

Circular economy and resource conservation

The A1 Group commits to keeping the materials, components, and products in circulation for as long as possible. We engage in projects that extend the lifespan of products and materials via reuse and maintenance and foster the development of environmentally friendly products and services. In addition, in our own operations, we commit to driving the use of sustainable office materials and equipment. We are committed to developing a state-of-the-art circularity policy and program within the A1 Group (based on the '9R' principles) which will allow us to harness the potential of digital transformation and allow for the responsible use of materials across our value chains.

Waste

The A1 Group recognizes responsibility for waste generated in our own operations and recognizes responsibility for the end-of-life treatment of products sold. The A1 Group commits to monitoring waste-related data and creating guiding principles for waste management by third parties on the behalf of the A1 Group. A1 Group considers waste in our operations as non-material in terms of carbon, however, recognizes the waste management practices and programs to be in a close correlation and an important indicator of the company's efforts to transform business in line with the principles of the circular economy. In addition, the Group commits to working towards achieving Zero Waste to Landfill Certification by 2030.

Water

A1 Group is aware of global environmental challenges related to water consumption and we recognise access to clean and fresh water as a basic human right.

Data Centres (DCs): When it comes to direct water use, the ICT industry is seen as water intense, due to water use for cooling of DCs. None of the DCs, directly owned by A1 Group, are built around this technology, and we are committed not to using this technology in the future.

Own Use (other): By combining the results of the internal risk assessment and the World Resources Institute (WRI) Aqueduct tool, we believe that our short and long-term water risks, as well as impacts on the global state of water, can be considered marginal. Yet, we commit to further reducing water use and collaborating on projects that bring further improvements in water efficiency.

Supply Chain: While our impact on water supply and quality of water is limited in our direct business, we recognize that larger challenges might occur in our value chain. We commit to bringing about the topic of water use to our partners across the value chain and raising awareness of the related challenges to our environment.

Biodiversity

We also recognize the global challenges associated with biodiversity loss. We commit to conducting an assessment to understand the footprint of our business on biodiversity. If the assessment will identify any activities taking place in protected areas or areas of high biodiversity value, we commit to monitoring these activities and working to reduce our impact. We commit to assessing and thereafter closely following and disclosing the total number of IUCN Red List species and species on the national conversation list affected by our operations.

Responsible Mineral Sourcing

We commit to collaborating only with partners who recognize the importance of fairly-sourced minerals, in particular, 3TG (tin, tantalum, tungsten, and gold), cobalt, and other minerals. We commit to ensuring that our own Responsible Minerals Policy is binding for the vendors we work with. Our due diligence process does investigate into the environmental and social impacts of conflict minerals in our supply chain. We commit to working with partners who ensure that no minerals or precious materials are sourced from the conflict zones.

Supply Chain

The A1 Group is aware of our responsibility along the value chain. We, therefore, expect from and encourage our suppliers to act in the best interest of our planet and people. We recognize the importance of healthy value chains and commit to working with our value chains across all the relevant topics enlisted in our Environmental Policy and work on setting up ambitious Supply Chain Standards to be applied across our value chain. These ambitions are expressed in our Responsible Sourcing Policy and exercised through our Responsible Sourcing Program.

We commit to continuously monitoring our supply chain following a complex vendor risk assessment matrix, founded on a set of ESG-based criteria. Our monitoring includes a set of risk-based measures, from due diligence self-assessment to external audits on vendor locations administered through our membership in JAC (Joint Alliance for CSR).

Our ambitions and expectations of vendor relationships are underlined in our Supplier Code of Conduct, which we expect all our suppliers to adhere to.

Enablement

Our employees receive regular training on environmental topics to drive behavioural change within the company as well as in their everyday lives. Moreover, we foster digitalization to trigger the positive environmental changes that come with it to enable our customers to limit their environmental footprint.

Communication and transparency

The A1 Group communicates our own environmental activities and KPIs and thus promotes credibility and transparency in our own performance. We engage with our stakeholders to drive our agenda and map topics material to our business. We further engage stakeholders in roundtable discussions and steer the ESG agenda.

Disclaimer

This policy is valid for the entire A1 Group and its subsidiaries. Based on this policy, we set ourselves targets and regularly measure progress as we strive for continuous environmental improvement.

This policy is aligned with the current practices in the A1 Group, and it is also forward-looking. To affirm our deep commitment to the environment and sustainability, we commit to regularly reviewing our steering documents and staying on the course of sound, socially, and environmentally responsible business with the best-in-class policies and programs for the benefit of people and the planet.

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The Management Board of Telekom Austria AG



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