

ENVIRONMENT AND SUSTAINABILITY POLICY STATEMENT

British Steel is one of the leading steel manufacturers in Europe and we are committed to achieving the highest environmental and sustainability industry standards. We recognise our operations can have both positive and negative environmental impacts, and work towards continually improving our environmental and sustainability performances.

We will achieve this through the commitment and engagement of our leaders and employees. Our board members are accountable for our performance, delivered through their exemplary leadership standards and behaviours.

In recognition of this, we have set out the following commitments:

- **Minimising the environmental impact of our operations**

We strive to continually improve our environmental performance, protection of the environment, prevention of pollution and conform to our compliance obligations. We will continue to reduce the impact of our emissions to water and air and continue to improve local air quality in the areas surrounding our operations. We use water efficiently in our operations, optimise the use of abstracted water and reduce where possible. We will continue to minimise waste, improve recycling and re-use of by-products and, where appropriate, divert waste from landfill or incineration without energy recovery in accordance with the waste hierarchy.

- **Minimising our greenhouse gas emissions to meet our climate change responsibilities**

Implementation of our Low-Carbon Roadmap, which is in line with the Paris Agreement, will enable us to deliver net-zero steel by 2050, significantly reducing CO₂ intensity by 2030 and 2035. We will adopt a science-based target to validate our reductions.

- **Promoting responsible sourcing, product stewardship and life cycle thinking**

Through our Responsible Sourcing Policy and associated documents, we will maintain BES6001 certification. We will also continue to monitor and control the use of energy and raw materials to optimise consumption, ensuring we meet responsible sourcing principles. Maintain life cycle analysis of products as required by the market and use of recycled content in our manufacturing processes.

- **Actively engaging our local communities**

We will actively engage with communities near our sites, allowing us to better understand and address any concerns. This proactive engagement aids our understanding of any localised environmental issues that may arise from our operations.

- **Maintain Management Systems to drive continual improvement**

We will maintain an Environmental Management System in accordance with the requirements of ISO14001:2015. This provides a robust framework for setting environmental objectives and targets; it also ensures the provision of resources to achieve our objectives and targets as well as continual improvement of our environmental performance.

- **Biodiversity and ecosystems**

Wildlife habitats in and around our sites will continue to be respected and, where opportunities arise, enhanced.

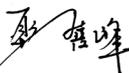
- **Energy use**

Use energy efficiently in the production of steel, reduce fossil fuel consumption and maximise use of works gases arising in the process.

- **Transport of materials, products and people**

We recognise the social and environmental impact of transportation and continually reduce the associated impact of moving materials, products and people. We will continue to work closely with our logistics partners, ensuring best practice principles are adopted and implemented with the identification of significant environmental impacts and mitigations.

Signed:



Mr Xifeng Han
Chief Executive Officer

Date: 27/05/22