

ENVIRONMENTAL POLICY



CAF assumes the protection of the environment and workers as an objective of the organisation



Purpose

The Directors of CONSTRUCCIONES Y AUXILIAR DE FERROCARRILES, S.A. have the power to approve corporate policies that enable the CAF Group (hereinafter "CAF") to operate in a consistent manner in relation to certain matters. For this purpose, they establish principles and general criteria, amongst other things.

Aware that it is in an increasingly demanding environment and, in accordance with the United Nations Global Compact for Sustainable Development 2030, CAF implements actions that seek to mitigate the causes of global warming and adapt to climate change, promoting measures that help to ensure environmental sustainability.

The main aim of the Environmental Policy is to establish the principles and general criteria that should govern CAF's corporate environmental matters and highlight the Environmental Commitments established in CAF's Sustainability Policy among our stakeholders, considering the environment one of the main elements of sustainability and in particular developing comprehensive sustainable mobility solutions that are more efficient and eco-friendly.

This means that, through a strategy of transparent communication and reporting, CAF meets the expectations of the stakeholders regarding its protection of the environment and meets the increasingly strict regulatory requirements and its management is continuously assessed by analysts, assessors and various civil society actors.

Scope

The Environmental Policy covers all companies that are part of the CAF, as established in article 42 of the Code of Commerce, in all jurisdictions in which CAF operates and it applies to all of the Group's employees.

In those subsidiaries that do not belong to the CAF, the Company will endeavour to ensure that the principles, guidelines and limits are consistent with what we have established in this policy, according to the legislation applicable in each case.



Main basic environmental principles

In order to implement the commitments, CAF will be guided by the following basic principles of action to be included in the lifecycle:

- To comply with the environmental regulations in force in the countries in which we operate and, insofar as is possible, to anticipate the enforcement of further regulations and fulfil our voluntary commitments in accordance with the international guidelines on environmental performance, especially when they are more ambitious.

Of particular interest in this respect are the commitments acquired by CAF:

- Define strategies against Climate Change focused on reducing CO2 emissions and promoting renewable energies.
 - Reduce and value the waste generated in the development of its activities.
 - Protect and restore the biodiversity and ecosystems, in accordance with the United Nations Conference on Biological Diversity (COP 15).
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- Continuously identify and assess the environmental risks and opportunities (R&O) of the activities carried out, as well as constantly improve and update the mechanisms designed to mitigate and eliminate them (R&O with an impact on the environment are considered as R&O with an impact on the group. These include the risks of environmental compliance and climate change, biodiversity & ecosystems, respectively).
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- To establish indicators and reporting systems that allow us to determine and objectively compare the environmental impact of CAF's various activities, identifying them, categorising them and establishing measures to ensure their continuous improvement.
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- To establish suitable management systems based on a continuous improvement approach, to help reduce the environmental impacts.
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- To transparently report our environmental results and measures, maintaining appropriate channels to promote communication with stakeholders.

Monitoring and control

It is the responsibility of the Executive Committee to ensure compliance with this Policy under the leadership of the undersigned management, for which purpose the necessary internal control mechanisms defined in the Environmental Policy Development Manual will be established.

Approval and dissemination

This Environmental Policy was approved on 26 November 2020 by the Director of Corporate Human Resources, after which date it entered into force.

So that all stakeholders and intended recipients may access its content, this Environmental Policy will be published on the Company's website (www.caf.net) and on the CAF's Corporate portal.

Date: 2023/07/07

Signed by: Gorka Zabalegi Aginaga

Director of Corporate Human Resources

