



ECODESIGN POLICY



The following English translation is provided by the Company for information purposes only, based on the original and official document in Spanish available on the Company's website. In the event of any discrepancy between the English version and the Spanish original document, the latter will prevail.

INDEX

1. OBJECT.....3

2. SCOPE3

3. BASIC PRINCIPLES IN ECODESIGN.....3

4. METRICS AND OBJECTIVES4

5. GOVERNANCE AND OVERSIGHT5

6. APPROVAL AND DISSEMINATION6



1. OBJECT

The Board of Directors of CONSTRUCCIONES Y AUXILIAR DE FERROCARRILES, S.A. is empowered to approve corporate policies that establish the basis for the homogeneous functioning of the CAF Group (hereinafter “CAF”) in certain matters, establishing, among other measures, general principles and criteria.

In accordance with the provisions of the Sustainability Policy, the purpose of this Policy is to define the principles to ensure that CAF products and services show an improvement in their environmental performance by measuring and minimizing the environmental impact of the products and services in all stages of its procurement, material design and development, manufacturing, delivery and installation, use (including reuse, maintenance, repair, renewal and improvement) to end-of-life treatment and disposal.

2. SCOPE

This Policy applies to all CAF entities and compliance with this Policy is the responsibility of all employees, managers or members of a governing body of any CAF entity, regardless of the position they hold or their geographical location.

For investee companies that do not belong to CAF because they do not have sufficient shareholding to ensure control, it is encouraged that their principles of action are consistent with the provisions of this policy, at least as far as they coincide with the General Principles of the CAF Group's Code of Conduct.

Similarly, in application of the due diligence criteria, these principles can be extended to third parties in the value chain (Business Partners), in particular to their

project partners, agents and suppliers and, where appropriate, to their customers, depending on the type of business relationship, in a reasonable manner and proportionate to the risk. To define the specific requirements for the different types of Business Partners, objective factors such as whether CAF has operational control or decisive influence over the third party, or similar criteria recognized in the main international best practice guides.

3. BASIC PRINCIPLES IN ECODESIGN

In order to achieve the stated objectives, CAF assumes and promotes the following basic principles of action that govern all its Ecodesign activities:

Principle 1: Integrate a holistic/integral Ecodesign approach into the Life Cycle of your products and services.

CAF is committed to evaluating and gradually improving the environmental impact of its products and services at each stage, considering a scope from the “cradle to the grave”, that is, from obtaining raw materials to end-of-life management.

To improve the sustainability of products, CAF focuses on reducing resource consumption through the efficient use of materials and increasing the useful life of its products and components.

Likewise, CAF promotes the circular economy, promoting the reuse, updating, repair and recycling of its products, components and materials, in order to minimize the generation of waste.

CAF also prioritizes the use of sustainable materials, promoting the use of circular and low-emission materials, such as renewable, recycled or biodegradable materials, avoiding the use of chemical substances that inhibit the circularity of its products.

In addition, the use of dangerous substances is avoided, guaranteeing safety for human health and the environment.

Principle 2: Promotion of innovative transport solutions that reduce emissions and optimize the use of energy and resources.

CAF is committed to leading the transition towards more sustainable transport, promoting the development and implementation of innovative solutions that significantly reduce carbon emissions and minimize resource and energy consumption in the rail and bus sectors, thus promoting the alignment of the Group to the European green taxonomy.

In all phases of its projects, from analysis and feasibility studies to operation and maintenance, CAF actively seeks technologies and approaches that minimize environmental impact, such as fleet electrification, the integration of renewable energy and improving efficiency energy of the systems.

In addition, CAF promotes collaboration with companies, institutions and public organizations to promote innovation and accelerate the adoption of cleaner and more efficient transportation solutions.

As part of its commitment to sustainability, CAF works to minimize other emissions from its products during their use phase, including acoustic, vibrational, electromagnetic and greenhouse gas emissions.

Principle 3: Promotion of Ecodesign culture throughout the value chain.

CAF promotes the adoption of Ecodesign practices throughout its value chain, collaborating with suppliers, customers and other interested parties to minimize the environmental impact of its products and services throughout their life cycle. This involves

sharing knowledge and best practices, promoting transparency and traceability of materials, and promoting innovation in the development of more sustainable solutions.

Of particular importance is the need to promote the transmission of information throughout the value chain of materials and products to promote the circular economy, in line with legal requirements presents and futures.

4. METRICS AND OBJECTIVES

To ensure compliance with the principles and commitments set out in the Quality Policy, CAF has established a robust monitoring and control system based on performance indicators and clearly defined short, medium and long-term objectives. These are reported annually in the Sustainability Report.

The regular monitoring of performance indicators makes it possible to evaluate the progress made in achieving the short, medium and long term objectives previously defined. This makes it easier to identify areas that need attention and improvement and enables the right decisions to be made and appropriate corrective action to be taken. This ensures a cycle of continuous improvement and optimizes performance and efficiency at all levels of the organization.

To ensure their effectiveness, performance indicators must meet the following criteria:

- Relevance: Indicators must accurately and meaningfully measure and reflect progress towards a specific goal, providing information that can be used to make decisions and take action.
- True representation: Data sources must be reliable, and measurement methods must be standardized.

The information presented through the indicators must be complete, neutral and accurate.

- Timeliness: The frequency of indicator measurement must be adequate for timely decision-making.
- Ease of use: They must be easy to understand and interpret, both for those who produce them and for those who analyze them.
- Effective Communication: The results of the indicators must be communicated clearly and concisely at all levels of the organization.

The aim of this approach is to ensure that sustainability is a transversal axis in decision-making at all levels of the **CAF**, so that its activities generate value for both its shareholders and its Stakeholders.

5. GOVERNANCE AND OVERSIGHT

The **Executive Committee** is responsible for ensuring compliance with this Policy, under the leadership of the **Corporate Technology Officer (CTO)**, which the following roles and responsibilities in Ecodesign are established:

Corporate Technology Officer (CTO)

In terms of Ecodesign, the key responsibilities of the CTO include the appointment of the **CAF Corporate Ecodesign Responsible**, the creation and organization of the entity in charge of **CAF Ecodesign** at the corporate level, ensuring the minimization of the environmental impact of our products and services in all the stages, approval and high-level monitoring of the Ecodesign Policy as well as the approval and supervision of the strategic objectives and key performance indicators (KPI) defined in matters of Ecodesign at the corporate level.

Corporate Ecodesign Responsible

The Corporate Ecodesign Responsible coordinates all Ecodesign activities. Their job is to define and monitor the group's Ecodesign plan and strategies. To do this, it collects and analyses relevant data on the status of the plan, including performance indicators, ongoing initiatives and possible risks and facilitates strategic decision making.

Corporate Ecodesign Committee

The Corporate Ecodesign Committee, under the Corporate Technology Direction, and coordination of the Corporate Ecodesign Responsible, supervises all activities related to Ecodesign at **CAF**. Its main function is to periodically analyze progress indicators and ongoing initiatives to identify possible risks and areas for improvement.

Business Manager

Business Manager is responsible for the deployment of this Policy in the Business. Its key responsibilities are the appointment of the Business Ecodesign Responsible, as well as ensuring the definition and monitoring of the deployment plans for the development of corporate guidelines on Ecodesign within the Business.

Business Ecodesign Responsible

The Business Ecodesign Responsible coordinates all business-level efforts related to Ecodesign, such as: the deployment of the corporate guidelines for Ecodesign in the Business, for which he establishes competencies regarding Business Ecodesign and enabling training plans, and corporate awareness and identifying possible specific needs that the Business may have.

6. APPROVAL AND DISSEMINATION

This policy is approved by the **Corporate Technology Officer (CTO)**.

To facilitate its content for interested parties and recipients, this Policy will be published on the **CAF** website.

Date: 2024 December
Signature: Iosu Ibarbia
Corporate Technology Officer (CTO)

HISTORICAL	DATE
Initial edition.	2024-12

Note: Changes in the document will be marked in red

