

ENVIRONMENT

The Alfa Acciai Group is committed to making steel production increasingly sustainable through full compliance with environmental regulations and the ongoing search for best technical, managerial and organisational solutions to improve consumption efficiency. The objectives that the Group has set itself include actions to efficiently manage energy and limit the impact of activities on all matrices: soil, water and air.

ZERO WASTE

A cornerstone in the Group's business strategy is the systematic application of the principle of circular economy, with the aim of reusing, recovering and enhancing every material resulting from the various processing stages, thereby safeguarding precious natural resources.



Reducing the production of waste and increasing recovery

IS014001

- Alfa Acciai
- Acciaierie di Sicilia
- Tecnofil



This figure is among the highest In Europe and far exceeds the **Minimum Environmental Criteria** for structural applications set by the CAM-EDILIZIA, which is Italy's most important environmental Standard in the construction industry.



Increase in percentage of waste recovered out of total waste generated as compared to the average of the previous two years. +31.5% vs. the average of the previous three years.

Use of polymers compared to total additives.

Spent refractory materials from meltina furnaces are re-used as

In our processes we activate various 'circular sub-economies', transforming the black slag into industrial aggregate, recovering zinc contained in offgas dust, non-ferrous metals from shredded scrap and iron oxide from mill scale for use in the cement industry.

The Group uses supply sources that minimise the impact on the local area. The withdrawal of water is almost exclusively due to the replenishment of the cooling circuits of the plants that adopt the best technical solutions to mitigate consumption.



Reducing water consumption

CYCLES OF RECIRCULATED WATER BY THE COOLING SYSTEM BEFORE BEING DISCHARGED

PLANT WATER WATER RECIRCULATION

Decreased withdrawal of water per tonne produced as compared with the average for the previous two years.

Alfa Acciai Group's strategic priority is to continually improve its performance. Special focus is placed on energy performance: as a result of efficiency improvements in production processes and ancillary services as well as the reduction of GHG and non-GHG emissions, the environmental impact of operations is steadily decreasing.

This is in line with the biggest challenge the steel industry is facing today; decarbonisation by developing more efficient and low-impact models.

Alfa Acciai Group companies have set ambitious targets to reduce energy consumption from fossil fuels and are committed to increasing the amount of energy from renewable sources.



Intelligent energy management





5.278,949 _{GJ}

ENERGY CONSUMED WITHIN THE ORGANISATION

2.56 GJ/t



Decreased energy intensity as compared to the average of the last two years. -4.4% vs. 2021.

Investments made and the use of additives with low CO, emissions has made it possible to achieve remarkable results in line with the Group's decarbonisation strategy.



Reducing greenhouse gas emissions



Achieving ISO 14064-1 Certification CFO - Corporate **Carbon Footprint** for the Group's 9 units in 2023.

452,998 tC02e

TOTAL EMISSIONS SCOPE 1 AND SCOPE 2 LB



Decreased intensity

of CO_a emissions (Scope 1 and 2) as compared to the average of the previous 2 vears.

-10% vs. 2020.

OTHER EMISSIONS All the operations implemented and the careful management of environmental facilities help to keep atmospheric emission concentrations well below the thresholds set by the Integrated Environmental Authorisation (IEA).

SOCIAL

Employees and collaborators are essential for business success. As a result, in line with the Code of Ethics, Group companies foster the value and specificity of all staff and ensure a work environment that is safe, welcoming and appropriate for the development of the skills of each and every person.

IS045001

- Alfa Acciai
- Acciaierie di Sicilia
- Alfa Derivati
- Tecnofil

1,221

97%



GROUP ACTUAL EMPLOYEES

OF WHICH UNDER OPEN-ENDED CONTRACT

EXTERNAL STAFF



Reduced number of injuries to total employees and external workers, as compared to the average of the previous two years.

-35% vs. the average of the previous three years.



ALFA ACCIAI IS SAFETY AMBASSADOR IN BRESCIA



The Alfa Acciai Group has set up Alfa Academy, the brainchild of the collaboration with ITS Academy Machina Lonati, a vocational school intended to train people capable of dealing with the installation and maintenance of steel production and processing plants. The school programme offers the young participants classroom training sessions alternating with in-company work experience under a one-year apprenticeship contract.

Mindful of its role in the local community and owing to the vicinity of its production facilities to the residential area to the south-east of Brescia, Alfa Acciai has implemented an industrial heat plant for the recovery and transfer of heat, the result of years of heavy investments in the search for new sustainable solutions.

PLANT FOR RECOVERY AND TRANSFER OF HEAT TO THE BRESCIA DISTRICT HEATING NETWORK (A2A)



Emissioni CO₂
evitate in atmosfera
~10,000
ton/anno

Reduction in makeup water consumption

~4,000

m³/year

The main tool implemented by Alfa Acciai to monitor the local socio-economic context is the **ALFA ACCIAI OBSERVATORY**. This was established in 2007 and has enabled the company to open up to the community, facilitating transparent dialogue and gathering a diverse range of requests, in relation to external environmental impact generated by production operations, and in terms of the contributions the company can make through its organisation and means.

GOVERNANCE

Regarding sustainability, the Alfa Group invests every year to increase safety standards, quality and environmental performance and ensure high production efficiency and flexibility **over the entire product range**, by introducing **cutting-edge solutions**.



1,530 м€



REVENUES FROM SALES

ECONOMIC VALUE DISTRIBUTED

INVESTMENTS







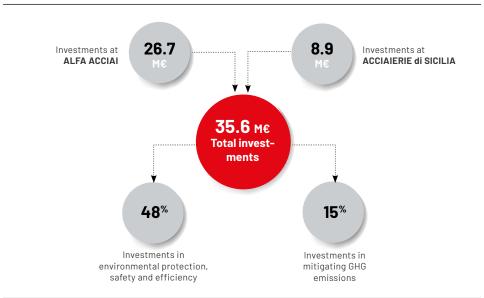
Increase

over the average of the previous two years +72% vs. the previous three years.

Increase

over the average of the previous two years +67% vs the previous three years.

Increase in Group investment over the average of the previous 5 years.



The development and management of energy efficiency and renewable energy production projects lie with the holding company Siderurgica Investimenti, hence outside the reporting scope of the Sustainability Report.

