Climate Policy

At St1 Biokraft, we believe that tackling climate change is an environmental necessity and a core to our business as one of the leading Nordic biomethane and biofertiliser producers. Our purpose is to deliver renewable energy that reduces reliance on fossil fuels, strengthens communities and supports the Nordic region's role in leading the green transition.

We place Safety First at the heart of everything we do, and our actions are guided by our four Cornerstones: Be Collaborative, Be the Expert, Be Commercial and Be Open. This Climate Policy sets out how we put those values into practice in addressing climate change.

Purpose and Objectives

The purpose of this policy is to define St1 Biokraft's approach to reducing climate impact, increasing resilience to climate-related risks and supporting the global ambition of the Paris Agreement. We strive to align with a 1.5 °C pathway and to pursue net-zero greenhouse gas emissions by 2050, recognising that this depends on continued advances in technology, regulation and collaboration across our value chain.

Scope

This Policy applies to the entire St1 Biokraft Group and its entire full value chain. The Policy covers every stage of our operations, including:

- Production and use of biofuel and biofertilizer
- Feedstock sourcing and transport
- Packaging
- Shipping, logistics, and customer delivery

This Policy scope reflects our commitment to a circular and low-carbon approach at every stage.

Strategic Principles

Climate considerations are fully integrated into St1 Biokraft's business strategy, risk management and investment decisions. We apply the precautionary principle when risks are uncertain and prioritise innovation that promotes circularity and efficiency.

Our supply chain due diligence reflects both environmental and social expectations from our business partners compliance. All major investments are subject to climate and circularity assessments before approval.

Goals and Commitments

St1 Biokraft is committed to playing its part in the transition to a low-carbon economy. Our goals are ambitious, but we recognise that achieving them depends on advances in technology, evolving regulation and close collaboration across our value chain. With that in mind, we aim to:

- Pursue net zero by 2050, guided by the ambition to align with a 1.5 °C pathway covering Scopes 1, 2 and 3.
- Report emissions transparently, including separate disclosure of biogenic CO_2 and methane from biomass use, reflecting the latest science.
- Apply life-cycle accounting in our operations and value chain, ensuring that progress reflects the full climate footprint of our activities, from sourcing through production, logistics, use and end-of-life.
- Source responsibly, using only certified and traceable biomass, fulfilling land use criteria.
- Decarbonise logistics, by moving to lower-carbon fuels and aligning with IMO life-cycle greenhouse gas standards.
- Prepare for carbon capture, reuse and / or storage, developing capability for bioenergy with carbon capture and storage, and ensuring monitoring, reporting and verification of any removals.
- Follow a “reduction-first” approach, minimising our own emissions before considering offsets and only using high-integrity credits if necessary.

Actions and Resources

Turning commitments into action requires both investment and collaboration. St1 Biokraft is modernising technologies and upgrading logistics systems to reduce emissions (such as water- and transport-related emissions).

Resources are allocated through our planning process. Climate criteria are embedded in procurement and project approvals. Dedicated budgets, expertise and technology are committed to this agenda, ensuring that climate considerations are part of our core operations.

Policy Governance, Monitoring and Oversight

We track progress using clear indicators such as carbon intensity per unit of energy produced and waste management KPIs. These results are reviewed periodically by management team and annually by the Board. Progress is reported externally through our Sustainability Report, aligned with ESRS E standards.

We retain all data according to St1 Biokraft’s cross-border recordkeeping standards and relevant local laws.

This Policy is owned by the Head of Sustainability.

Managers are responsible for developing and maintaining sustainability practices within their areas. We expect all employees to support and uphold this policy.

This Policy will be reviewed annually, or sooner if required by legal or regulatory changes.

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This Climate Policy was last approved on the 27th of November 2025 by the board of St1Biokraft AB.

St1 Biokraft AB, Board of Directors