



Laulagun Bearings Climate Report

Laulagun Bearings Climate Report - 2023

Introduction *

1.1 End day of the reporting period *

2023-12-31

1.1.1 Reporting year *

2023

1.2 Describe your business activities

Design, manufacture and marketing of special large-size bearings and slewing rings up to 5m outer diameter.

1.3 Annual revenue in the reporting period*

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1.4 Number of employees on the end day of the reporting period*

325

1.4.1 Full-time equivalent (FTE) or headcounts*

Headcounts

1.5 Is this report being submitted on behalf of a parent company or a subsidiary? If so, please briefly explain the relationship.*

Parent company

Commitment and Targets *

2.1 Net zero target year*
2050

2.1.1 Base year*
2023

2.1.2 Base year value*
2728.55

2.2 Near-term target*
50% of absolute scope 1+2 emission reduction from my base year by 2030

2.3 Provide any additional comments or context on your net zero and near term targets.
Our CSR policy defines a target of 50% of scope 1+2 emissions by 2030, in line with Paris Agreement.

2.4 To reduce emissions in line with my commitment, my company has a climate action plan and is taking action*
Yes, the plan and action include scope 1+2

Own Emissions *

Energy consumption

3.2 Total energy consumption*
5640912 kWh

3.3 Total renewable energy consumption *
4022086 kWh

Scope 1 emissions

3.4 Scope 1 emissions*

433.89 metric tons CO2e

Scope 2 emissions

3.5 Location-based scope 2 emissions*

2779.61 metric tons CO2e

3.6 Market-based scope 2 emissions

2294.66 metric tons CO2e

3.7 Have you taken any actions to reduce scope 1+2 emissions in the reporting period?*

Yes

3.7.1 What actions have you taken to reduce scope 1+2 emissions in the reporting period

Switch to renewable electricity

3.7.2 Provide any additional details

Almost 100% of electricity at Laulagun Bearings Euskadi is renewable - only a small pabilion which is rented has electricity without origin certificate. In India, the energy mix was improved during 2025 thanks to the agreement with a company which provides solar electricity, reaching around 80% of our needs. The data introduced is from 2023, our reference year. We verified scope 1+2 emissions of 2023 in November 2025, that's why we use this data.

3.8 Which tools or methods did you use to calculate your scope 1+2 emissions?*

Own internal calculations

3.8.1 Specify any additional details

The carbon footprint from 2023, our reference year, which was verified in November 2025, is calculated in our own Excel calculator. The verification was done by DNV auditor.

Value Chain Emissions (optional)

Scope 3 emissions

4.1 Have you measured any of your scope 3 emissions?

Yes

Supply chain related - upstream emissions

4.1.1 Purchased goods and services

26339 metric tons CO₂e

4.1.2 Capital goods

1045 metric tons CO₂e

4.1.3 Fuel and energy related activities

26 metric tons CO₂e

4.1.4 Transportation and distribution (upstream)

4133 metric tons CO₂e

4.1.5 Waste in operations

47 metric tons CO₂e

4.1.6 Business travel

116 metric tons CO₂e

4.1.7 Employee commuting

466 metric tons CO₂e

4.1.8 Leased assets (upstream)

0 metric tons CO₂e

Customer related - downstream emissions**4.1.9 Transportation and distribution (downstream)**

50 metric tons CO₂e

4.1.10 Processing of sold products

0 metric tons CO₂e

4.1.11 Use of sold products

0 metric tons CO₂e

4.1.12 End-of-life treatment of products

1251 metric tons CO₂e

4.1.13 Leased assets (downstream)

0 metric tons CO₂e

4.1.14 Franchises

0 metric tons CO₂e

4.1.15 Investments

0 metric tons CO₂e

4.1.16 Total scope 3 emissions

33473.0 metric tons CO₂e

4.2 Have you taken any actions to reduce scope 3 emissions in the reporting period?

No

4.3 Have you asked any of your suppliers to set a net zero target (either voluntarily or as a requirement)?

No

4.4 Have you communicated your commitment and actions to any of your customers?

No

4.5 Which tools or methods did you use to calculate your scope 3 emissions?

Other calculator (please specify)

4.5.1 Specify additional details

We use AKTIO platform for calculating scope 3 emissions. This scope 3 emissions haven't been verified by a third party.

Climate Solutions (optional)

5.1 Do any of your existing products and/or services qualify as climate solutions or enabling solutions?

No

Governance, Strategy and Climate Risk (optional)

6.1 What governance processes do you have in place for your climate strategy? Choose as many as are applicable.

Person is responsible for climate strategy at board level

6.1.1 Please describe their position and responsibility.

The Global QHSE director is managing all ESG issues. He pushes all the topics through different departments, and reports frequently in the Management Board. The idea is to rethink our strategy at the beginning of 2026, so that we can integrate ESG strategy and scorecard together with the company strategy, so that we can gain efficiency and accelerate our sustainability journey.

6.1.2 Is this person (or another at executive and board level) also responsible for climate risk?

Yes

6.2 Have you started to identify and assess your companies climate risks and opportunities?

Yes - we have identified both climate risks and opportunities

6.2.1 Where are the climate risks you've identified?

Both operations and value chains

6.2.2 How are you managing these climate risks? Choose as many as are applicable.

We've started to prioritise climate risks

6.2.3 Provide any additional comments or context on your climate risks:

Right now we've just started to identify risks and opportunities in our analysis of stakeholders. This is the first step. In 2026 we're going to take it further, so that we can prioritize risks in terms of time and financial impact.

6.3 Have you integrated climate and/or nature into your company mission statement or shareholder agreements? If yes, describe how.

Yes

We have included climate change in our CSR policy.

6.4 Have you taken actions this year outside of your emissions to accelerate climate progress?

No

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Results, Challenges and Outlook *

7.1 Provide any additional comments or context on your annual results and progress from previous years.*

We have verified the emissions scope 1+2 of our reference year (2023). Now we need to review 2024 results, and calculate 2025 emissions in January 2026. We'll also calculate scope 3 emissions. Once this information is available, we'll be able to compare these years: absolute values and intensity ratios (vs produced Tns and vs Worked hours). To be honest, we started taking our first reduction actions in 2025, so we'll be able to check this year the reduction achieved. Now, with real and verified data, we need to be more ambitious with our actions.

7.2 Do you face any key challenges in reducing emissions?*

Reducing scope 3 emissions,Complexities in managing supply chain emissions

7.3 Has there been any third party validation of the data submitted in this report? *

Yes

DNV auditor verified the scope 1+2 emissions in Laulagun (Euskadi+India) in 12th and 13th November 2025.