

## WATER MANAGEMENT POLICY

### 1. PURPOSE AND SCOPE

This Policy outlines the strategies, objectives, and commitments of Çimsa Çimento Sanayi ve Ticaret A.Ş. and its subsidiaries ("Company") towards water management. It aims to reduce water consumption, minimize our water footprint, and promote sustainable water management across all operations.

The Policy focuses on managing acute drought and chronic water stress, which are among the greatest physical risks the Company may face under all climate scenarios. Çimsa Çimento adopts local and international water management standards, legal regulations, and best practices in fulfilling its water management responsibilities.

### 2. DEFINITIONS AND ABBREVIATIONS

**Water Stress:** A situation where water resources in a region are insufficient to meet the needs of the people and ecosystem in that area.

**WASH (Water, Sanitation, and Hygiene):** A concept that encompasses people's access to clean drinking water, safe sanitation services and good hygiene practices. WASH is a fundamental element for protecting the health of individuals and communities and improving the quality of life. Safe water is critical for meeting people's basic needs, preventing disease and improving overall public health. Sanitation involves the safe collection and disposal of waste, which protects environmental health and prevents contamination of water resources. Hygiene helps prevent the spread of diseases through simple but effective practices such as hand washing. WASH is especially vital in developing countries where water resources are limited and sanitation infrastructure is inadequate.

**GRI (The Global Reporting Initiative):** An independent organization that develops globally accepted standards for sustainability reporting.

**GCCA (Global Cement and Concrete Association):** Global Cement and Concrete Association

**CDP (Carbon Disclosure Project):** Carbon Disclosure Project

### 3. PARTIES AND RESPONSIBILITIES

#### 3.1. Company

The sponsor of this Policy at the highest level is the Company's General Manager, and the Human Resources and Sustainability Department is responsible for its implementation, dissemination, monitoring, and reporting.

#### 3.2. Suppliers and Business Partners

Suppliers and business partners are responsible for working in compliance with the commitments, principles, and guidelines outlined in this Policy.

### 3.3. Employees

All employees under the umbrella of Çimsa Çimento San. ve Tic. A.Ş. and its domestic subsidiaries are responsible for adopting and implementing this policy.

## 4. COMMITMENTS, PRINCIPLES, AND GUIDELINES

As Çimsa Çimento San. ve Tic. A.Ş., our water management strategies focus on water reuse, recovery, effective treatment of wastewater and recycling within the framework of environmental sustainability principles. Reducing our impact on water resources to ensure both the sustainability of our current operations and secure access to water for future generations is one of our primary goals.

We aim to reduce water consumption, protect local water resources and contribute to them, especially in regions with high water stress. In this line, we invest in innovative technologies and develop projects for the recovery and reuse of water in our production processes. We implement the necessary processes to ensure that the reclaimed water is reused in compliance with quality standards.

We are not limited to in-house practices in water management, but we also aim to spread best practices in water use by collaborating with our supply chain and business partners. Our commitment to water management includes compliance with local and international water management standards, as well as creating social awareness and consciousness.

Çimsa Çimento's water management strategies are carried out within the framework of the following principles and guidelines:

- **Sustainability:** We aim to protect and manage water resources to meet the needs of future generations.
- **Efficiency:** We constantly review our water consumption and develop processes that will ensure efficient use of water.
- **Social Responsibility:** We accept that access to clean water is a fundamental human right and we contribute to societies in water management accordingly.
- **Transparency and Accountability:** We are committed to being transparent in our water management practices and regularly reporting water consumption data and improvement targets. We disclose our data within the framework of GRI and GCCA reporting principles and publish the CDP water report, including the outputs of the ISO 14046 Corporate Water Footprint standard.
- **Legal Compliance:** We carry out our water management processes in accordance with national and international regulations.

The commitments we have adopted in this context are;

- **Reducing water consumption:** Implementing efficient water management systems to minimize water usage in our operations.
- **Water recovery and reuse:** Developing projects for the circular use of water by investing in water recovery and reuse technologies.
- **Managing water stress:** Minimizing our impacts on water resources and protecting local aquatic ecosystems, especially in areas where water stress is high.
- **Preserving water quality:** Monitoring the quality of water released into the environment in all our activities, purifying it and returning it to nature in a way that does not harm the local ecosystem.

- **Innovation and technology usage:** Increasing water efficiency and reducing natural resource consumption by applying the latest and innovative technologies in water management projects.
- **Collaboration with local communities:** To raise awareness and conduct awareness-raising activities on the protection of water resources by collaborating with local communities and stakeholders in water management.
- **United Nations Sustainable Development Goals (SDGs) and the World Business Council for Sustainable Development's WASH Pledge:** Supporting global efforts to improve access to clean water, sanitation, and hygiene (WASH).

## 5. PRACTICES

Çimsa Çimento implements the following practices in water management:

- **Water Management Plans:** Creating water management plans at all facilities to minimize water consumption and increase water efficiency.
- **Water Risk Analyses:** Conducting facility-based water risk analyses and developing risk management strategies in regions with high water stress.
- **Recycling and Reuse:** Developing and implementing engineering projects for the recycling and reuse of water used in production processes.
- **Rainwater Harvesting:** Implementing rainwater harvesting systems at our facilities to contribute to the sustainability of water resources.
- **Education and Awareness:** Organizing training programs to raise awareness about water management among employees, suppliers, and communities.

## 6. REPORTING AND AUDIT

Regularly monitoring and transparently sharing our company's water management performance is one of the cornerstones of our sustainability commitment. In line with this, data on water consumption, water efficiency and water footprint are shared comprehensively in our annual integrated activity reports. A comprehensive monitoring process is implemented in all our activities to measure our water usage and the environmental impacts resulting from this usage.

Our corporate water footprint includes water consumption directly in our production processes. Our water footprint calculations are based on the internationally accepted methodology ISO 14046 Corporate Water Footprint standard and include blue water (surface and groundwater), green water (rainwater), grey water (water required for the treatment of polluted water) and recycled water. Our company regularly monitors this data, evaluates its performance against water use reduction targets and develops continuous improvement strategies.

Our reporting processes include not only our water consumption data, but also the actions and targets taken to protect water resources. We take proactive steps for the sustainable management of water resources by conducting water risk analyses, especially in regions where water use is intense. These reports provide both transparent communication with our stakeholders and an important guide for fulfilling our environmental responsibilities.

## **7. APPROVAL AND REVIEW**

The policy is binding on all interested parties from the date of publication and remains valid as long as it remains in force.

Sustainability and OHS, Environment Group Directorate is responsible for updating, reviewing and announcing the Policy annually, in consultation with relevant units, according to current developments.

The Sustainability Management Committee is responsible for reviewing these changes and finalizing the recommendations.

The Company General Manager is responsible for the enforcement of this Policy and approval of any changes.

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