

Climate and Nature Policy Statement

A close-up photograph of a pine branch with many sharp, green, needle-like leaves. The branch is angled from the bottom left towards the center of the frame. The background is a soft, out-of-focus green, suggesting a forest environment.

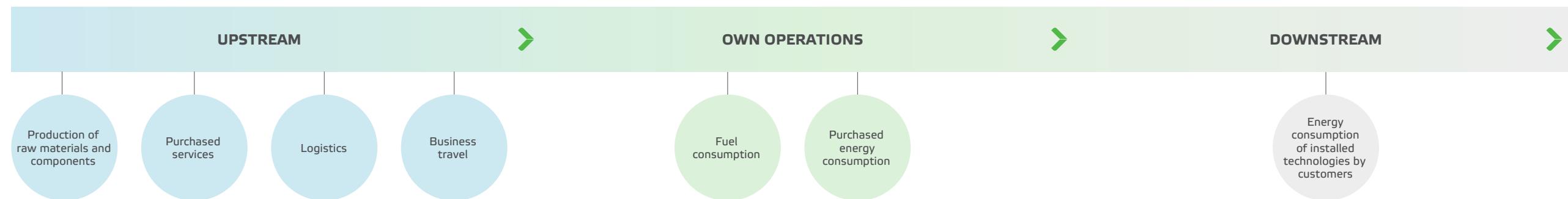
At Valmet, we are committed to accelerating the transformation of industry toward a regenerative tomorrow. We aim to lead the industries we serve on the path to a net-zero, circular economy. A path that operates within planetary boundaries and protects nature for generations to come

We are reducing climate impacts in our own operations and using our leverage across the value chain to drive broader change. We recognize that the long-term success of our business – and our customers – is dependent on the well-being of nature and the vital ecosystem services it provides.

Our commitments

- Our ambition is to achieve net-zero across our value chain by 2050 in line with the Paris Agreement. We set scope 1, 2 and 3 targets across the value chain according to the latest science every five years until we reach net-zero. We reduce emissions in own operations by increasing energy efficiency and switching to fossil-free energy. We engage with our suppliers and customers to align our value chain with net-zero.
- Our target for own operations (scope 1 and 2) is net-zero by 2040. We are committed to purchasing only fossil-free electricity by 2030.
- We are dedicated to supporting the global goals of the Kunming-Montreal Global Biodiversity Framework to take urgent action to halt and reverse biodiversity loss.
- We are committed to ensuring that our supply chain does not contribute to deforestation or forest degradation.
- We are committed to protecting ecosystems where our operational sites are owned, leased, or managed in or near biodiversity-sensitive areas.
- We engage with our stakeholders in the value chain to set environmental targets and reduce their impacts.

EMISSION SOURCES IN THE VALUE CHAIN



Our management approach

- We follow Valmet's Sustainability Due Diligence Framework to identify, address, prevent, and limit negative impacts on the environment and people connected with our business.
- We implement Valmet's Climate Transition Plan across the company. The annually updated transition plan includes emission reduction and value chain alignment targets, decarbonization levers with related action and investment plans, and a governance model.
- We strive for continuous improvement in our operations with ISO certified environmental and energy management systems. We prevent pollution, improve energy, water, and resource efficiency.
- We require our suppliers to comply with our Supplier Code of Conduct, and we drive continuous development through our Supplier Engagement Program. We strive to increase the transparency of our supply chain with a focus on high-risk value chains.
- We foster a culture of environmental awareness and responsibility among our employees through continuous training, communications, and integration of sustainability in daily work.
- We collaborate with our customers to increase circularity, mitigate climate change, and improve resource efficiency in our technologies.
- We utilize life cycle assessments (LCA) to understand life cycle impacts of our technologies and verify environmental claims.

Governance and Reporting

This policy statement and its commitments have been approved by Valmet's President and Chief Executive Officer. Valmet's Strategy and Transformation function is responsible for development of this policy statement and Business Areas and the Global Supply function are responsible for implementation.

Valmet has an annual double materiality assessment process to evaluate its sustainability impacts, risks and opportunities and results are approved by the Board of Directors. Sustainability-related risk assessment is integrated in Valmet's risk management process and Sustainability Due Diligence Framework. Valmet reports actions and progress on targets annually in its Annual Review, Sustainability Statement, and company website.

This policy statement applies to all employees and entities within Valmet, and to all our stakeholder relationships. The policy statement will be updated as necessary to reflect the development of Valmet's climate and nature work, new scientific findings, and regulatory changes.

Thomas Hinterskov

President and CEO Valmet Corporation