



Environmental Footprint 2030

Baseline 2022

 **MAPFRE**

Playing
our part

NEW OPERATIONAL CARBON FOOTPRINT REDUCTION BASELINE

MAPFRE Group has revised its baseline year for assessing environmental performance to 2022. This update aims to improve the comparability of future reports, integrate methodological enhancements, account for operational scope changes since 2020, and align climate change mitigation efforts with the new post-COVID-19 landscape.

HOW DID WE GET HERE?

The 2030 Environmental Footprint Plan set a **target of reducing the Group's carbon footprint by 50%** compared to the 2019 baseline.

As of **the end of 2023**, the carbon footprint for 2023 was 65,043 tons of CO₂ equivalent, representing a **25% reduction compared to 2019**. During the first 4 years of the plan (2020, 2021, 2022, and 2023), the relevant categories evolved as follows:

1. **Commuting** the daily travel of employees to the workplace, accounts for **60% of the Group's carbon footprint**. In recent years, hybrid work models have been implemented to reduce employee commuting. In 2023, **26%** of workdays were remote.
2. **Electricity consumption**, and the emissions associated with it, **account for 12% of the Group's carbon footprint**. During these years, the Group has adopted contracts for electricity sourced entirely from renewable sources, with zero CO₂e emissions. In 2023, **67% of the contracts** already guaranteed 100% renewable sourcing. Compared to 2019, Scope 2 market-based emissions **decreased by 48% in 2023**.
3. **Business travel**, including emissions from employee travel for work purposes (by plane, train, bus, and private car), **accounts for 10% of the Group's carbon footprint**. In recent years, travel has decreased due to the widespread adoption of remote connectivity tools and virtual meetings accelerated by the COVID-19 pandemic. This trend has been further supported by a new travel policy aimed at eliminating unnecessary trips and promoting the use of more sustainable transportation for essential travel. Compared to 2019, this category **saw a 58% reduction in 2023**.

NEW REFERENCE

At the beginning of 2024, **the year 2022 was established as the new baseline year, replacing the previous baseline year of 2019**, for the following reasons **related to the targets of the 2030 Environmental Footprint Plan**:

- Targets have been set for the most significant Scope 3 category, the investment portfolio, using **the 2022 baseline**.

- The Group's operational carbon footprint evolved during the years 2020, 2021, and 2022, influenced by adjustments made due to the COVID-19 pandemic. This included a notable reduction in environmental impact from business travel and an increase in emissions-free renewable electricity consumption.
- In 2022, the direct insurance operation in the **Philippines** was discontinued.
- In 2022, the majority financial control of **Grupo ENALTA (FUNESPAÑA)** was acquired.
- Methodological improvements and enhanced data quality for calculating the carbon footprint of **commuting** have been achieved by obtaining primary data on daily commuting for **100% of the Group's employees in countries where direct insurance is offered**.

NEW TARGETS

Based on the new baseline set in 2022 and considering the potential for further improvement in strategic projects aimed at reducing our footprint, we aim to achieve a **30% reduction in our carbon footprint by 2030**, using 2022 as our reference year.

- **Scope 1 + Scope 2 (market based):** A reduction of 60% by 2030 and 46% by 2026.
- **Scope 3:** A reduction of 16% by 2030 and 7% by 2026.
- **Total carbon footprint (Scope 1 + Scope 2 (market-based) + Scope 3):** Reduction of **30% by 2030 and 20% by 2026**

ALIGNED WITH SCIENCE

This new target has been set with the highest level of ambition, aligning with the international climate agenda and based on specific actions capable of effectively mitigating climate change over the short, medium, and long term.

Based on the available documents and tools developed by the scientific community, **MAPFRE Group affirms its understanding that the current target of achieving a combined 60% reduction in Scope 1 and Scope 2 emissions by 2030, using 2022 as the baseline year, aligns with the scientific efforts to limit global temperature increase to 1.5°C.**

Since 2013, all of the Group's decarbonization targets have been aligned with the scientific community's standards for implementing high-impact transformations aimed at significantly reducing carbon footprints in the medium and long term:

1. **The Corporate Strategic Plan for Energy Efficiency and Climate Change 2014-2020** aimed for a 20% reduction in carbon footprint by 2020, using 2013 as the baseline.
2. **The Corporate Environmental Footprint Plan 2030, with a 2019 baseline**, initially aimed for a 50% reduction in carbon footprint by 2030. The combined target of reducing Scope 1 + Scope 2 emissions by 68% by 2030, using 2019 as the baseline year.
3. **Update of the Corporate Environmental Footprint Plan 2030 with a 2022 baseline**, which recalculates the carbon footprint reduction target to 30% due to the

establishment of 2022 as the reference year. This revision sets a combined reduction target of 60% for Scope 1 + Scope 2 emissions by 2030, using 2022 as the baseline year.