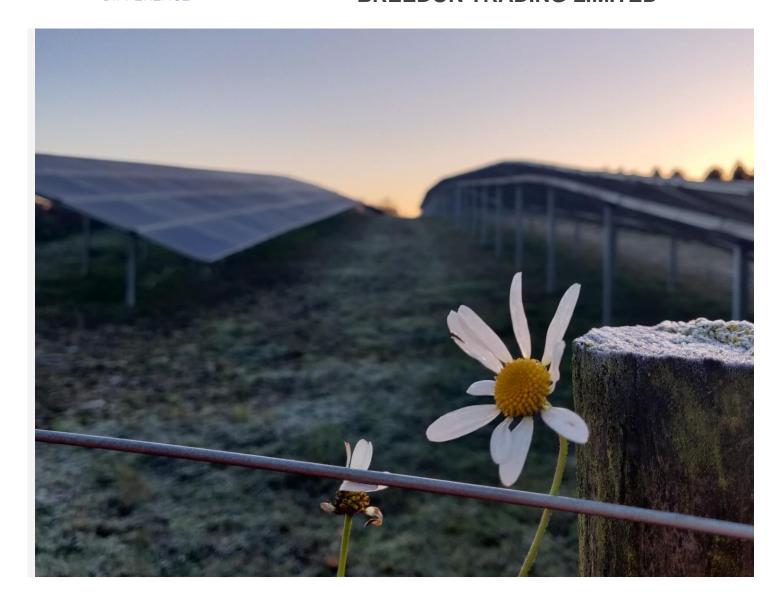


BREEDON TRADING LIMITED



CARBON REDUCTION PLAN

PPN-06/21

www.breedongroup.com

Carbon Reduction Plan

Supplier name: Breedon Trading Limited

Publication date: 20th May 2022

Latest Revision date: 25th March 2025

Commitment to achieving Net Zero

Breedon Trading Limited is committed to achieving Net Zero emissions by 2050.

Baseline Emissions Footprint

Baseline emissions are the reference point against which emissions reduction can be measured.

Baseline Year: 2022

Additional Details relating to the Baseline Emissions calculations.

This Carbon Reduction Plan covers the activities carried out by Breedon Trading Limited, a subsidiary of the Breedon Group.

The methodology applied to our GHG emissions reporting is the 'Greenhouse Gas Protocol Corporate Accounting and Reporting Standard'. Scope 3 emissions reporting utilises the methodology outlined in 'The GHG Protocol - Corporate Value Chain (Scope 3) Accounting and Reporting Standard'. An 'operational control' approach has been taken in relation to the reporting boundary. All Scope 1 and 2 emission sources have been included within the baseline and targets, as have a sub-set of Scope 3 emission sources. Scope 2 emissions are reported as both location and market based. Scope 3 emissions categories included are: Category 4: Upstream Transport and Distribution, Category 5: Waste Generated in Operations, Category 6: Business Travel, Category 7: Staff Commuting, and Category 9: Downstream Transport and Distribution. Well to Tank (WTT) emissions are excluded for Category 4 and Category 9 in order to maintain consistency with the methodology applied in the 2022 baseline calculations.

Baseline year emissions: 2022				
EMISSIONS	TOTAL (tCO₂e)			
Scope 1	154,731 tCO₂e			
Scope 2	Location Based – 18,057 tCO ₂ e Market Based – 0 tCO ₂ e			
Scope 3	80,839 tCO ₂ e			
(Included Sources)	(Upstream transportation and distribution, Waste generated in operations, Business travel, Employee commuting, Downstream transportation and Distribution)			
Total Emissions	Location Based – 253,626 tCO₂e Market Based – 235,570 tCO₂e			

Current Emissions Reporting

Reporting Year: 2024				
EMISSIONS	TOTAL (tCO₂e)			
Scope 1	134,663 tCO ₂ e			
Scope 2	Location Based – 16,492 tCO ₂ e Market Based – 0 tCO ₂ e			
Scope 3	91,749 tCO₂e			
(Included Sources)	(Upstream transportation and distribution, Waste generated in operations, Business travel, Employee commuting, Downstream transportation and Distribution)			
Total Emissions	Location Based – 242,904 tCO₂e Market Based – 226,412 tCO₂e			

Emissions reduction targets

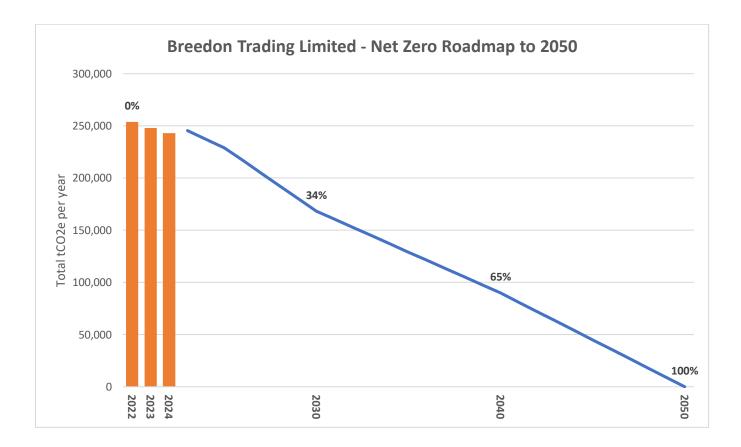
To continue our progress towards achieving Net Zero, aligned to the Science Based Targets 1.5°C warming pathway, Breedon Trading Limited has adopted the following targets for carbon reduction:

Scopes	2022 Baseline	2030 (SBTi near term target)	2040 (Extrapolated target)	2050 (SBTi net zero target)
Scope 1	100%	42%	70%	95%
Scope 2	100%	42%	70%	100%
Scope 3*	100%	16%	52%	95%
Total	100%	34%	65%	100% (Including Offsets)

^{*}Scope 3 target not aligned with SBTi

By 2050 it is projected that emissions will drop to around 10,000 tCO2e, with any residual carbon emissions subject to carbon credits generated through in-setting programmes or established local offsets as required to achieve our Net Zero target. These targets are based on the Location Based carbon emissions rather than Market Based approach, in the event that market conditions beyond our control may impact REGOs.

Progress against these total Scope 1, 2 and 3 targets can be seen in the graph below:



Data is collated on an annual basis and the relevant GHG emissions calculated for that period using the methodology described above. Performance against the targets is reviewed annually, the impact of carbon reduction measures assessed, the potential impact of future measures reviewed, and the potential to bring forward or improve any targets will be considered.

A re-baseline exercise will be undertaken if significant changes have been made to company structure, as described in the GHG Protocol Corporate Accounting and Reporting Standard e.g. significant company acquisitions or divestments. Re-baselining will also be undertaken if improvements in data collection/accuracy result in a significant change to the original data.

Carbon Reduction Projects

Completed Carbon Reduction Initiatives

The following environmental management measures and projects have been completed or implemented. The absolute Scope 1 and 2 carbon emissions reduction achieved by these schemes is 12.5% compared to the 2022 baseline.

- Following a Materiality Assessment Exercise in 2020, Breedon launched its Sustainability strategy in 2021, focussing on three key pillars of Planet, People and Places, underpinned by fundamental operating Principles to ensure we are a sustainable business.
 - The Planet pillar focusses on carbon and energy reductions, responsible resource use and waste reduction, and on creating a positive impact on nature and biodiversity.
 - The People pillar focusses on developing and empowering a diverse and talented workforce and creating a positive impact on the communities in which we operate.
 - The Places pillar focusses on our products and services to ensure they deliver higher performance, resource efficient buildings and resilient, low impact infrastructure, and collaborating and developing innovative solutions to help customers mitigate impacts of climate change.
 - Our underpinning Principles ensures a focus on safety, health and wellbeing; quality products and processes; ethics and integrity; on having a well governed, financially robust business; and stakeholder engagement.
- Key targets for 2030 and a roadmap for achieving net zero by 2050 have been established.
 Progress towards these strategic goals is closely monitored and reported externally in the Annual Report.
- In November 2024, the SBTi verified Breedon's near-term target to reduce absolute gross scope 1, 2 GHG emissions, and scope 3 emissions from purchased clinker and cement by 23.3% by 2030, from a 2022 base year. Beyond 2030, the SBTi has verified Breedon's target to achieve net-zero GHG emissions across the value chain by 2050, and to reduce absolute gross scope 1, 2 and 3 GHG emissions by 95% by 2050, from a 2022 base year.
- Breedon operates an environmental management system externally certified to the ISO 14001
 Standard. The management system comprises of policies, standards and procedures to ensure
 that environmental impacts from our operations and value chain are understood and managed
 and that best practice controls are in place. The system is subject to robust internal audit
 through a dedicated internal auditing team, along with external verification.
- Breedon maintains an energy management system that is externally certified to the ISO 50001
 Standard across all operational sites. This system undergoes independent assessments to
 ensure full compliance with regulatory requirements, including the UK Government's Energy
 Savings Opportunity Scheme (ESOS) and Streamlined Energy and Carbon Reporting (SECR).
- The majority of materials we produce also hold the BES 6001 Responsible Sourcing Standard.

- Increased the number of asphalt sites with the capability to use Reclaimed Asphalt Pavement (RAP), saving primary raw materials and reducing the amounts of bituminous binder required.
- 100% electricity purchased is from renewable source generation and covered by guarantee of origin certificates.
- In 2024, Breedon successfully conducted a three-month trial of hydrotreated vegetable oil (HVO) at Raisby Quarry. The trial resulted in a significant reduction of 525tCO2e, achieved by switching from diesel to HVO. Due to its success, HVO use has continued at the site, with an expected annual saving of 2,450tCO2e.
- In 2024 we installed a 108KWp roof-mounted array at our Wickwar block plant in Gloucestershire. The solar array was commissioned in May 2024 and generated over 65,000kWh in 2024. It is projected to produce over 110,000kWh per year, 20% of the plants' current electricity demand.
- At the end of 2024 we launched our new company car scheme featuring exclusively hybrid and electric vehicles.
- Innovative materials and services offered to customers, including:
 - Foam mix: On-site recycling of road surfaces into new roads, avoiding emissions from haulage to and from the work site and less primary raw materials.
 - Warm-mix asphalt: Producing asphalt at a lower temperature to achieve energy and carbon savings whilst still retaining the performance and workability required by our customers.
 - Innovative concrete designs: Collaborating with partners to develop alternatives to traditional concrete mix designs to offer positive environmental benefit in areas such as carbon reduction, increased use of recycled materials and reduced water demand.

In the future Breedon hopes to implement further measures such as:

- Increase the visibility of embodied carbon contents for our products to ensure our customers can make informed purchasing decisions.
- Further trials of low carbon alternative fuels and innovative technologies in our plant machinery and mobile equipment.
- Further rollout of onsite renewables across viable Breedon sites, focusing on rooftop/ground solar, wind and hydro-electric generation.
- Further investment in asphalt plant monitoring systems to monitor and minimise CO2 emissions.
- Further reduction of transportation and haulage impacts through specific targets and a roadmap to move our internal haulage fleet towards electric / hydrogen.
- Focus on sustainable procurement processes.
- Environmental Sustainability training developed in conjunction with the IEMA (Institute of Environmental Management and Assessment) will be rolled out in 2025.

Declaration and Sign Off

This Carbon Reduction Plan has been completed in accordance with PPN 06/21 and associated guidance and reporting standard for Carbon Reduction Plans.

Emissions have been reported and recorded in accordance with the published reporting standard for Carbon Reduction Plans and the GHG Reporting Protocol corporate standard¹ and uses the appropriate Government emission conversion factors for greenhouse gas company reporting².

Scope 1 and Scope 2 emissions have been reported in accordance with SECR requirements, and the required subset of Scope 3 emissions have been reported in accordance with the published reporting standard for Carbon Reduction Plans and the Corporate Value Chain (Scope 3) Standard³.

This Carbon Reduction Plan has been reviewed and signed off by the board of directors (or equivalent management body).

Signed on behalf of the Supplier:

Mike Pearce - Managing Director, Breedon GB Materials

Date: 25/03/2025

¹https://ghgprotocol.org/corporate-standard

²https://www.gov.uk/government/collections/government-conversion-factors-for-company-reporting

³https://ghgprotocol.org/standards/scope-3-standard