



ENVIRONMENTAL POLICY

Alcazar Energy recognises that the protection of the environment and conservation of biodiversity are fundamental to climate change mitigation, and as such, one of our sustainability guiding principles. We fulfil our environmental responsibility by following best practice techniques with an adaptive managerial approach through responsible use of natural resources and rationalization of water use, adequate waste management and pollution prevention, and active preservation of biodiversity, ecosystems and natural heritage.

This Policy sets out our genuine and lasting commitment to effectively manage the environmental aspects of our operations as directed by the International Union for the Conservation of Nature (IUCN) guidance as well as the principles underpinning the Sustainable Development Goals (SDGs) and United Nations Global Compact (UNGC).

Alcazar Energy promotes a culture of respect for the natural environment in line with the principles and commitments set out in this Policy throughout the whole value chain.

COMMITMENT

- To comply with relevant environmental legislation, good international industry practice (GIIP), applicable international conventions and treaties, applicable permits and environmental related procedures and any other applicable environmental management requirements or safeguards of our lending institutions;
- To apply sound environmental management practices guided by our proprietary Quality, Health & Safety, Security, Social and Environmental Management Systems, certified according to the ISO 14001:2015 for the prevention of incidents, the identification of impacts and the control of risks;
- To prioritize the responsible management of natural resources, with particular focus in optimizing cleaning strategies for the minimization of water usage of our solar photovoltaic assets;
- To develop and implement tailored protocols for the monitoring of avifauna and the operational management of our wind farm assets for the effective protection of biodiversity;
- To define environmental indicators, objectives and targets and actively measure the performance of our activities against those through reporting systems, internal inspections and external audits, as well as, to seek opportunities for improvement and for implementing feasible and practical actions that enhance overall environmental compliance of our operations; and
- To communicate information transparently, publicly, and regularly on the environmental performance of our activities and management actions, recognizing both achievements and aspects that are to be improved.

IMPLEMENTATION

Our environmental commitments are promoted through:

- The effective communication of the principles of protection of the environment and conservation of biodiversity to all levels of the organisation from top management through to employees across different geographies, as well as internal and external stakeholders, to promote responsible behavior; and
- An integrated and proprietary management system developed in line with good international industry practice (GIIP) that enables effective management and continuous improvement of our environmental and which implementation contributes to determining operational, strategic and investment decisions.

September 1st, 2021

Daniel Calderon

Co-Founder & Managing Partner Alcazar Energy