

Eco Portfolio criteria

Kalmar's Eco Portfolio criteria are structured in line with the EU Taxonomy

The EU Taxonomy establishes a classification system to define which economic activities are considered environmentally sustainable. The regulation, which has six environmental objectives, requires disclosure of the share of environmentally sustainable revenue, capex and opex. The structure and criteria of Kalmar's Eco Portfolio¹ is designed to follow the logic of the EU Taxonomy.

In the NACE-code guided eligibility assessment, Kalmar considers its operations to be in the scope of two environmental objectives: climate change mitigation and transition to a circular economy. As Kalmar's equipment manufacturing operations are not a direct match with the sectors covered by the EU Taxonomy, eligible operations related to our equipment fall under the activity of *manufacture of other low carbon solutions*. In addition, eligible operations related to our service business fall under five activities related to *service business and information and communication* under the objective of transition to a circular economy. Eligible operations can become taxonomy-aligned (e.g. sustainable) when Kalmar demonstrates substantial contribution to these objectives without causing significant harm to others.

The Eco Portfolio reflects the two objectives above, covering two categories: climate solutions and circular solutions. Our climate solutions significantly reduce GHG emissions during their lifecycle compared to traditional products, whereas our circular solutions contribute to the transition to a circular economy by promoting resource efficiency throughout the value chain. **All Kalmar's Eco Portfolio solutions are either taxonomy-aligned or expected to become aligned in the near future.**

In this document, Kalmar has made public a summary of the Eco Portfolio criteria, informed by the EU Taxonomy's Substantial Contribution criteria. The Do No Significant Harm and Minimum Safeguards criteria are not included in the public summary for the time being. This is a living document that will be updated as needed.

Notes: 1) Kalmar's Eco Portfolio highlights equipment and solutions that have the potential to support our customers' sustainability targets. Eco Portfolio sales is Kalmar's KPI which is externally reported quarterly.



Table: summary of Kalmar's Eco Portfolio criteria (aligned with EU Taxonomy's Substantial Contribution criteria)

Substantial contribution to climate change mitigation	
Climate solutions	<p>Climate solutions include equipment that are:</p> <ol style="list-style-type: none"> 1. Zero-emission equipment (no tailpipe emissions) 2. Low-emission equipment (-25% by 2030) 3. Transitional equipment (-15% by 2026) <p>And:</p> <ul style="list-style-type: none"> - GHG savings are calculated in accordance with ISO 14067:2018 and verified by an independent third party. <p>Definitions:</p> <p><i>Zero-emission equipment:</i> means an equipment with no tailpipe emissions</p> <p><i>Low-emission equipment:</i> means an equipment that provides substantial life-cycle GHG emission savings aligned with the 1.5°C pathway. Low-emission equipment shall demonstrate -25% GHG savings by 2030 and -90% by 2045 compared to best performing alternative in 2023</p> <p><i>Transitional equipment:</i> means an equipment that provides GHG emission savings but which are insufficient in the context of the 1.5°C pathway with a time horizon until 2030. Transitional equipment shall demonstrate -15% GHG savings by 2026. Transitional equipment are included when considered the best performing solution in lack of better options, given the technological and economic feasibility. The transitional equipment are included in the Eco Portfolio and seen as taxonomy aligned until the end of 2026 and re-evaluated during that year.</p>
Substantial contribution to transition to a circular economy	
Circular solutions	<p>Circular solutions include services and used equipment which fall under the following headlines and are aligned or expected to be aligned with the respective substantial contribution and DNSH criteria of EU Taxonomy:</p> <ul style="list-style-type: none"> • Repair services and parts • Refurbishment and modernisation • Rental and leasing services • Sale of used equipment • Digital services supporting preventive maintenance and lifetime extension

