

Carbon Reduction Plan

Business: Algeco S.p.A

Publication date: 13 May 2026

Commitment to achieving Net Zero

Algeco S.p.A (Algeco) is committed to achieving Net Zero emissions by 2050 in alignment with its parent company, Modulaire Group. This is an important environmental Key Performance Indicator (KPI) and is in alignment with our targets determined through the Science Based Targets initiative (SBTi) guidance. As part of this commitment, and as required under Modulaire Group's sustainability-linked financing, the Group has set a target to progressively reduce Scope 1, 2 market-based, and Scope 3 emissions in metric tonnes of CO₂e.

Baseline Emissions Footprint

Baseline emissions are a record of the greenhouse gases that have been produced in the past and were produced prior to the introduction of any strategies to reduce emissions. Baseline emissions are the reference point against which emissions reduction can be measured.

Baseline Year: 2020 for Scope 1, 2 market-based; and 2022 for Scope 3		
Additional Details relating to the Baseline Emissions calculations.		
<p>2020 is the baseline year for Scope 1 and Scope 2 (market-based) emissions. Due to historical data availability and improved data collection processes, 2022 has been established as the baseline year for Scope 3 emissions. The use of different baseline years reflects the phased development of our greenhouse gas inventory and aligns with recognised reporting practices.</p> <p>Our parent company, Modulaire Group engaged PricewaterhouseCoopers LLP (PwC) to provide Independent Limited Assurance across its entities, including Algeco S.p.A, in accordance with the ISAE 3000 and ISAE 3410 standards. This assurance covers the Group's Scope 1 and Scope 2 greenhouse gas emissions data for the baseline year of 2020.</p> <p>Scope 3 baseline emissions have been calculated using a combination of available data sources and recognised calculation methods in alignment with the Greenhouse Gas Protocol. A spend-based approach has been applied where appropriate.</p>		
Baseline year emissions:		
EMISSIONS	Baseline Year (2020) tCO₂e	Baseline Year (2022) tCO₂e
Scope 1	825	889
Scope 2 (market-based)	528	0
Scope 3 (Included Sources)	N/A*	39,299
Total Scope 1, 2 (market-based)	1,353	889
Total Scope 1, 2 (market-based), and 3	N/A*	40,188

*Scope 3 emissions were not calculated for the 2020 baseline year due to data availability. A separate baseline year of 2022 has therefore been established for Scope 3 emissions.

Current Emissions Reporting

Reporting Year: 2025	
EMISSIONS	TOTAL (tCO _{2e})
Scope 1	1,080
Scope 2 (market-based)	1
Scope 3 (Included Sources)	49,469
Total Scope 1, 2 (market-based)	1,081
Total Scope 1, 2 (market-based), and 3	50,550

Scope 3 emissions represent indirect emissions across the value chain and have been calculated using a combination of available data sources, including a spend-based approach where appropriate.

Emissions reduction targets

In order to support our progress towards Net Zero emissions by 2050, we have adopted the following carbon reduction targets:

- **Modulaire Group's Green Finance Targets:**

Starting from 2022, our parent company, Modulaire Group, has committed to an absolute reduction of 2.5% Scope 1, 2 market-based emissions per year against a 2020 baseline through to 2028. These targets apply to Algeco S.p.A as part of the Group-wide decarbonisation strategy and are linked to the Group's Green Finance framework. Further details can be found at: <https://www.modulairegroup.com/investors/sustainability-linked-bond>

- **Science-Based Target initiatives (SBTi) Targets:**

The SBTi sets the global standard for corporate climate action, guiding companies in aligning their emissions targets with the latest scientific research. In June 2025, SBTi formally validated Modulaire Group's near-term emissions reduction goals and long-term Net-Zero commitments, marking a significant milestone in our carbon reduction strategy.

- **Near-Term Targets:**

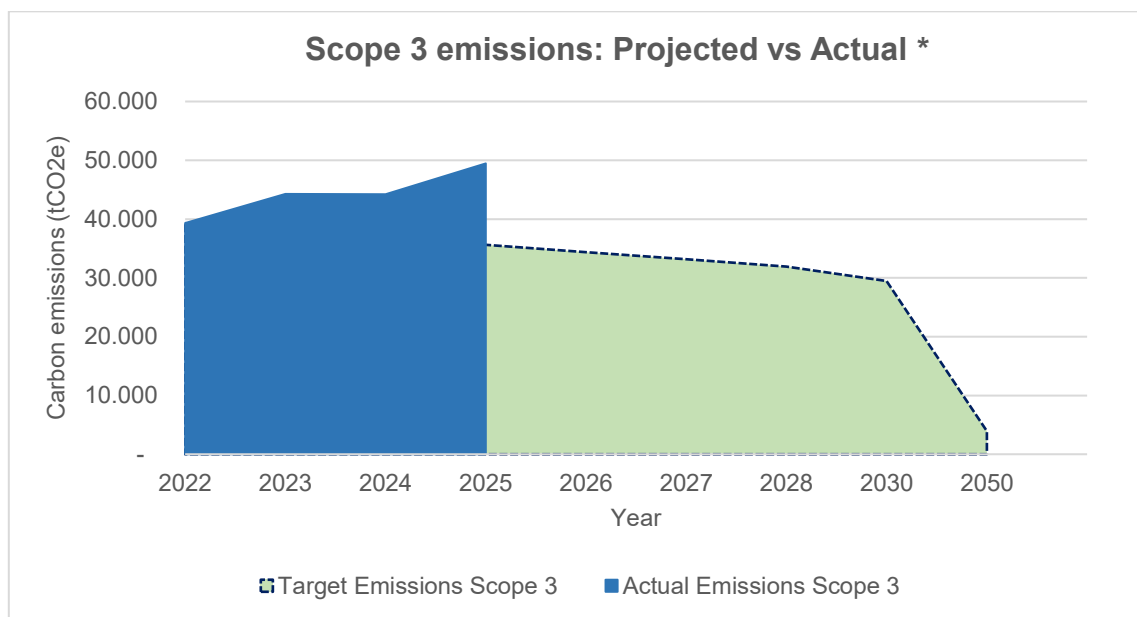
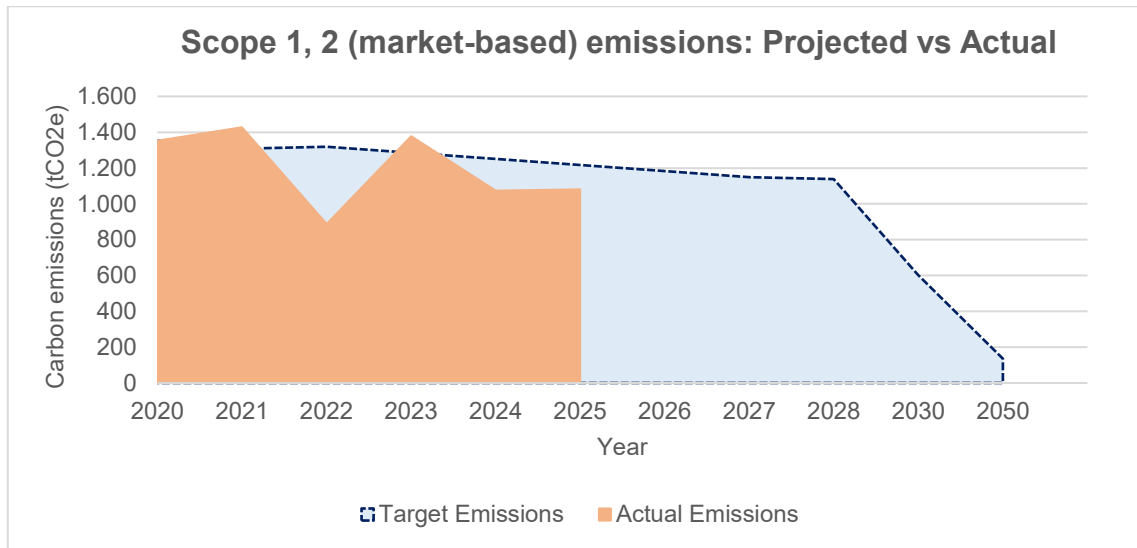
As part of Modulaire Group, we commit to reducing absolute Scope 1 and 2 market-based emissions by 55.5% by 2030 from a 2020 base year, and to reducing absolute Scope 3 emissions by 25% by 2030 from a 2022 base year. The target boundary includes land-related emissions and removals from bioenergy feedstocks.

- **Long-Term Net Zero Targets:**

Modulaire Group commits to reducing absolute Scope 1 and 2 market-based emissions by 90% by 2050 from a 2020 base year, and to reducing absolute Scope 3 emissions by 90% by 2050 from a 2022 base year. The target boundary includes land-related emissions and removals from bioenergy feedstocks. These targets apply to Algeco S.p.A as part of the Group.

Further details about our goals validated by SBTi are in [Modulaire Group 2025 ESG & Sustainability Report \(page 17\)](#)

Progress against these targets is presented in the following two graphs, with Scope 1 and Scope 2 (market-based) emissions shown together, and Scope 3 emissions shown separately:



* 2022–2030 projected emissions are linearly interpolated between the 2022 baseline and 2030 target for visualisation purposes.

Carbon Reduction Projects

Completed Initiatives to Reduce Scope 1 and 2 (market-based) Emissions

The following environmental management measures and projects have been implemented since the **2020 baseline year** to reduce Scope 1 and Scope 2 (market-based) emissions.

As of the end of 2025, these initiatives have delivered a cumulative reduction of **272 tCO₂e**, representing a **20.1% reduction** against the 2020 baseline for Scope 1 and Scope 2 (market-based) emissions. These measures will remain in effect when performing our contracts.

Key measures implemented include:

- **Energy efficiency:** We have a multi-year plan to switch to LED lighting fully. Since 2022, we have completed one to two LED projects every year.
- **Electrification:** We have switched equipment and vehicles to electric options, contributing to the reduction of emissions.
- **Renewable Energy:** We are sourcing renewable electricity. Our purchased renewable energy is fully supported by unbundled Guarantee of Origin (GO) certificates. We have onsite solar generation at five sites.

- **Behavioural Change:** We have been implementing various employee awareness training programmes to promote individual actions towards ESG & resource efficiency behaviours.
- **Environmental Management System:** We maintain certification to the ISO 14001, providing a structured framework for managing environmental impacts and driving continuous improvement.
- **Science-Based Targets:** Our carbon reduction targets have been validated by the Science Based Targets initiative (SBTi) under our parent company, Modulaire Group, and apply to Algeco S.p.A as part of the Group-wide sustainability strategy.

Completed Initiatives to Reduce Scope 3 Emissions

- **Carbon Reduction Products:** We have offered products and technologies that help reduce the operational carbon footprint of our units for our customers.
- **Logistic Optimisation:** We have reduced third-party deliveries while optimising our logistics to reduce our transport and distribution emissions.
- **Business Travel and Employee Commute Reduction:** We have reduced in-person meetings. Our flexible working policy allows office-based employees to work remotely.

Future carbon reduction initiatives

We continue to deliver the above-listed initiatives while looking to implement further measures such as:

- **Resource Efficiency:** We continue to identify resource efficiency opportunities across our operations, including optimisation of occupancy-controlled lighting systems, heating, ventilation and air conditioning (HVAC) control settings, and other operational improvements.
- **Wider implementation of electrification of company cars:** Introducing a new company car policy to speed up the electrification progress of company car fleet
- **Purchase Low-Carbon Materials:** We aim to purchase products with low carbon emissions to reduce Scope 3 and the embodied carbon of our products.

Declaration and Sign Off

This Carbon Reduction Plan has been completed in accordance with PPN 006 and associated guidance and reporting standards 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.

Our parent company, Modulaire Group, engaged PricewaterhouseCoopers LLP (PwC) to provide an Independent Limited Assurance across its entities (Algeco S.p.A included) in accordance with the ISAE3000 and ISAE3410 standards. This assurance covers the Modulaire Group's Scope 1 and 2 greenhouse gas emissions data for the baseline year of 2020, as well as the data for 2025.

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

Signed on behalf of Algeco S.p.A:

Vito Amati
Date: 13 May 2026

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

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

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