



## CIRCULAR ECONOMY STRATEGY OF TALLERES LARREA

### 1. Purpose

Talleres Larrea S.L. is committed to integrating circular economy principles into its operations in order to optimize resource efficiency, reduce waste and extend the lifecycle of materials, components and industrial products where technically feasible.

### 2. Scope

This Strategy applies to all activities carried out by the Company, particularly machining, fabrication, welding, assembly, repair, reconditioning, packaging and related workshop operations.

### 3. Key Principles

The Company applies circular economy principles in a practical manner, aligned with the size, nature and technical requirements of its industrial activity.

#### 3.1 Efficient Use of Materials

The Company seeks to optimize material consumption through:

- Production planning and efficient cutting and machining processes
- Reduction of unnecessary scrap generation and rework
- Improved raw material utilization, especially for steel, stainless steel, aluminium and other workshop materials
- Use of offcuts or residual materials for future components or auxiliary parts where technically suitable and traceable

#### 3.2 Waste Reduction, Segregation and Recycling

The Company promotes responsible waste management by:

- Segregating waste streams such as metallic scrap, oils, packaging and other regulated waste streams
- Recycling metallic scrap through authorized waste management companies
- Ensuring that hazardous or regulated waste is handled and disposed of through authorized waste managers in compliance with applicable regulations
- Promoting responsible workshop housekeeping to support waste reduction and safe handling

### **3.3 Reuse, Repair and Internal Recovery**

Where technically feasible, the Company promotes:

- Reuse of materials and components generated during production processes
- Repair, recovery and reconditioning of industrial components when required by customer specifications
- Organized storage of residual materials and offcuts when they may be suitable for future use

### **3.4 Energy and Resource Efficiency**

The Company aims to improve energy and resource efficiency by:

- Optimizing the use of machinery and equipment in line with production planning
- Reducing unnecessary idle times and avoidable energy consumption
- Encouraging workers to apply practical energy-saving habits in daily operations

### **3.5 Surface Treatments and External Processes**

The Company coordinates external processes when required by customer specifications, including:

- Painting, galvanizing or surface protection with suitable suppliers
- Selection of protection systems according to final application, environment and expected service conditions
- Retention of relevant documentation related to externally managed treatments where required by the customer or project specification

### **3.6 Supply Chain Considerations**

The Company encourages suppliers and subcontractors to adopt sustainable practices, responsible waste management and efficient use of resources. Talleres Larrea S.L. prioritizes reliable suppliers capable of providing material, treatment or quality documentation when required.

## **4. Implementation**

Circular economy principles are integrated into daily operations through production planning, material management, workshop supervision, employee awareness, quality documentation and coordination with suppliers and waste managers.

## **5. Monitoring and Continuous Improvement**

The Company may monitor relevant indicators such as scrap generation, reuse opportunities, waste segregation practices, energy consumption and supplier performance where practical and proportionate. Talleres Larrea S.L. is committed to progressively improving its circular economy performance in line with its size, activity and technological capabilities.

## **6. Compliance**

All activities are carried out in compliance with applicable environmental, waste management, industrial and customer-specific requirements.

**Company:** Talleres Larrea S.L.

**Approved by:** Management

**Approval date:** January 2026

**Version / review:** Version 1.0 - to be reviewed annually or when significant changes occur