

The company presents ambitious new circular economy commitments

Cepsa to increase the circularity of its waste streams by 50% in 2030

- **Cepsa commits to maximising the use of renewable and circular materials to become a key player in the construction of new, sustainable production models in 2030 by:**
 - **Increasing the circularity of its waste streams by minimizing, recycling and reusing 8,000 tons of waste per year at its large industrial centers in Andalusia**
 - **Increasing the share of renewable and circular feedstocks in its Energy Parks to 15%**
 - **Leading the production of biofuels from 2G feedstocks**

Cepsa today announced strengthened 2030 circular economy targets, moving forward with its Positive Motion strategy to become a leader in sustainable mobility in Spain and Portugal and a benchmark in the energy transition. The company is committed to increasing the circularity of its waste streams by 50% by 2030 (versus 2019), allowing for 8,000 tons of waste to be minimized, recycled or recovered per year in Cepsa's large industrial centers in Andalusia.

Cepsa will achieve this new commitment, one of the most ambitious in the energy sector, through the use of new technologies, the development of projects for the co-processing of waste and the identification of synergies with other companies to promote industrial symbiosis.

The company will also leverage its zero-waste approach and industry knowledge to maximize the use of waste as a raw material through sustainable solutions; and will progressively replace fossil sources in the products it sells by introducing renewable and recycled materials.

Mar Perrote, Director of HSEQ at Cepsa commented: "The circular economy commitments we are presenting today allow us to continue progressing towards a zero-waste business model thanks to more sustainable solutions: reducing waste generation in our operations and promoting industrial symbiosis to give a second life to raw materials that were previously discarded. These 2030 targets will help support our 2030 sustainability strategy Positive Motion."

In 2022, Cepsa launched its Positive Motion strategy to become a leader in sustainable mobility in Spain and Portugal and a benchmark in the global energy transition. Positive Motion is all

about supporting Cepsa's customers on their decarbonisation journeys. That's why Cepsa set an ambitious target to reduce the carbon intensity of its products sold by 15-20% by 2030 as part of its net zero emissions roadmap. The circular economy is a key driver of delivering Positive Motion.

Giving waste a second life

Cepsa will maximize the use of both its own waste and that of third parties as raw material, giving it a second life.

One example is the company's recent agreement with Aguas y Servicios del Campo de Gibraltar (Arcgisa) to promote actions related to the circular economy that affect urban waste. Specifically, the collaboration is aimed at the valorization and recovery of organic waste, used oils of domestic origin, biological sludge, as well as other waste from the facilities managed by Arcgisa.

Through this agreement, Cepsa will also produce green hydrogen from industrial wastewater, avoiding its disposal into the ocean. The project will be developed in its San Roque Energy Park (Cadiz) and have a positive impact on the availability of drinking water. This demonstrates the company's commitment to the goal it set last year to reduce freshwater withdrawal in water-stressed areas by 20% by 2025.

Maximising the use of renewable and circular materials

Cepsa will progressively replace fossil materials in the products it sells by introducing renewable and recycled sources. It is committing to increase the share of renewable and circular feedstocks in its Energy Parks to 15% by 2030. This would account for 2.8mn tons of bio feedstock by 2030, which includes 75% of 2G and other waste feedstock that would otherwise go to landfill.

In addition, by 2030 Cepsa will lead biofuel production such as renewable diesel and sustainable aviation fuel (SAF) produced by 2G feedstocks (organic waste, used cooking oils or agricultural waste, among others).

In an example of Cepsa's sustainable solutions, over 220 flights departed from Seville Airport in December, 2022 using SAF produced from agricultural waste, preventing the emission of more than 200 tonnes of CO₂.

Working in partnership to drive change

Cepsa set up a Circular Economy Taskforce which works across its divisions and business units to drive circularity in its business and products. This includes evaluation of new technologies,

R&D projects for waste coprocessing and synergies with other companies to boost industrial symbiosis. Cepsa has been recognised for this leadership, receiving the Key Innovator seal of the European Commission's Innovation Radar program, in partnership with AIJU and other companies and institutions early in 2023.

Cepsa is a leading international company committed to sustainable mobility and energy with a solid technical experience after more than 90 years of activity. The company also has a world-leading chemicals business with increasingly sustainable operations.

In 2022, Cepsa presented its new strategic plan for 2030, Positive Motion, which projects its ambition to be a leader in sustainable mobility, biofuels, and green hydrogen in Spain and Portugal, and to become a benchmark in the energy transition.

The company places customers at the heart of its business and will work with them to help them advance their decarbonization goals. ESG criteria inspire everything Cepsa does as it advances toward its Net Positive objective. This decade, it will reduce its Scope 1 and 2 CO₂ emissions by 55% and its carbon intensity index by 15-20%, with the goal of reaching net zero emissions by 2050.

Madrid, 8 February 2023

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