

Sustainability is at the heart of our business, driving us to lead in the transport industry while minimizing our environmental impact.

At SIA Cargoflex, sustainability is at the core of how we operate. In 2025, we made significant progress across multiple areas aligned with our ISO 14001 Environmental Management System. This year, we not only built upon past initiatives but also exceeded key environmental targets, demonstrating our dedication to continuous improvement.

A key driver of our environmental performance is the transition of our fleet towards low-emission technologies. Today Cargoflex operates with 96% EURO VI standard trucks, with a target of reaching 100% by 2026. More than 60% of our fleet consists of LNG-powered trucks, and importantly, in Germany we actively refuel with bio-LNG where available.

Unlike conventional fuels, bio-LNG provides a negative well-to-wheel (WTW) CO₂ emission factor compared to diesel, meaning that its use results in net CO₂ savings rather than emissions when assessed across the full fuel lifecycle. This is not a theoretical assumption but is supported by supplier certificates and recognized methodologies.

As a result of this transition, Cargoflex achieved a total CO₂ saving of **6434.20 tons** in 2025, compared to 3,157.86 tons in 2024, representing a 103.7% increase year-on-year. This substantial improvement reflects both increased bio-LNG usage and intermodal solutions.

In addition, we continuously integrate intermodal transport solutions, combining road and rail. This

approach significantly reduces emissions compared to road-only transport and allows us to further optimize CO₂ performance across long-distance routes. Intermodal operations remain a key pillar of our decarbonization strategy.

We also track efficiency through emission intensity indicators. In 2025, our CO₂ savings intensity improved to 1.24 kgCO₂ per 1,000 km, compared to 0.58 kgCO₂ per 1,000 km in 2024, demonstrating improved operational efficiency alongside absolute emission reductions.

This outcome reflects the effectiveness of Cargoflex's sustainability strategy and its continued investment in cleaner technologies. These efforts are closely aligned with the European Union's broader objective to reduce transport sector emissions by 60% by 2050, recognizing that road transport contributes approximately 72% of total emissions within the sector.

Beyond fuel and transport modes, we continue to improve resource efficiency across our operations. Energy consumption per employee in office decreased due to both favorable conditions and targeted efficiency measures. Improved monitoring systems have enhanced the accuracy of water consumption data, while waste volumes showed a slight reduction, confirming steady progress in environmental management practices.

Looking ahead to 2026

Building on these results, our priorities for 2026 are:

- Increase the share of EURO VI vehicles to at least 100%
- Further expand LNG usage, prioritizing bio-LNG refueling in key regions such as Germany
- Maintain a CO₂ reduction target of at least 19% year-on-year
- Strengthen performance tracking and transparency in line with ISO 14001

In parallel, we are strengthening collaboration with subcontractors who share our commitment to emission reduction, ensuring that sustainability is embedded across the entire supply chain.

