RESPONSIBLE BUSINESS

MEVA ENERGY SUSTAINABLE FEEDSTOCK POLICY

Revision Log

Rev	Description	Date	Sign
00	For implementation	2023-04-11	SPR

Table of contents

1. AIM OF POLICY

Deforestation has an impact on the economy, environment and social welfare, including biodiversity loss, increasing greenhouse gas emissions, unsustainable land use and labour issues. Meva Energy is in its start-up phase with business within the renewable energy dependent on biomass feedstock. Meva Energy strives to make more informed decisions when it comes to biomass feedstock for Meva Energy plants and to prevent the risk of deforestation. Meva Energy considers that agreements with companies involved in deforestation should be avoided when negative business practices are clearly identified.

This policy will guide the company and the Board of Directors in decision making practices related to closing deals, in the pre-studies when investigate biomass source and in dialogue with customers.

2. BACKGROUND

Meva Energy's focus is in the European marketplace currency where both customers and suppliers are located.

Meva Energy's strategy is to use locally existing biogenic waste streams as feedstock for Meva Energy plants, based on the two main reasons:

1. the low economic value of such feedstock streams, which is the driver of operational plant profitability.
2. the waste character means that the feedstock has reached its end-of-life and that recycling no longer is an option. Local high-efficiency conversion to power or natural gas substitute is then the sustainably most attractive option of all. The alternative is most often to incinerate it in co-generation incineration plants, located elsewhere.

3. COMPLEMENTARY DOCUMENTS

Sourcing strategy – 7. SOURCING OF BIOMASS FEEDSTOCK

4. IMPLEMENTATION OF POLICY

The risks that customers will use non-environmentally friendly feedstocks are very unlikely. All projects are CAPEX heavy (MEUR 12-30 size) and requires a prestudy outlining the commercial and technical features of a project and mapping the conditions. Prestudies are performed by Meva Energy as the entity having all knowledge about the necessary conditions for successful plant operation. These studies include identification of the feedstock source, ensuring its long-term availability and price level. This process secures that the feedstock is meeting our sustainability requirements from an economic, social and environmental perspective throughout its lifecycle.

In plant sales model, a small risk has been identified if a customer on its own accord sometime after a deal has been done changes the feedstock to a less sustainable type. This risk is very unlikely as all feedstock changes are technically and commercial risky for the plant and its efficiency. To prevent the risk of deforestation or biodiversity loss etc. Meva Energy will use the customer contracts to include that the customer agrees to only use certain feedstocks in order to use warranties.

This policy will also secure that all plant projects are presented in detail to the Board of Director of Meva Energy and include perceived risks related to the feedstock used.

When purchasing biomass feedstock from third parties, the purchasing strategy will guide Meva Energy in a sustainable direction. The strategy includes, among other things, biomass feedstock from independent certification systems and its distance from the plant.

APPENDIX 1. BIOMASS FEEDSTOCK EVALUATION

As part of the Sustainable feedstock policy this Biomass feedstock evaluation has been developed.

This evaluation will give Meva Energy the information needed for new project agreements with customers. This process will also give the company new insights and learnings about different types of biomass when it comes to sustainability aspects, but also potential risks and risk management.

This information will be needed also for the biochar business, in certification schemes and in communication with potential customers.

Information about the biomass feedstock is also important to make sure a business in the forefront position regarding the advancements of the Renewable directive (RED).

This information will be collected and collated by the Meva Energy sales team in prestudies in dialogue with the customers. The information will be evaluated together with Meva Energy's sustainability function.

Biomass classification:

- Classified as waste or not? (percent/share)
- How do you manage the waste today? Managed by third part?
- Possibilities for material recycling today? In the nearest future?

Biomass source:

- What raw materials are used
- Own production or through purchase (percent/share)
- What is the origin of the biomass raw material (country level)

Third party verified certification of the biomass:

- Presence of certification schemes, such as FSC, PEFC, other? How much?
- Any forest management practices in place?
- Presence of deforestation & biodiversity policy?