

Date of issue: January, 2024

Arendals Fossekompani ASA

Scope 1 and 2: Arendals Fossekompani ASA commits to reduce absolute scope 1 and 2 GHG emissions 42% by 2030 from a 2021 base year.

Arendals Fossekompani ASA also commits to continue active annual sourcing of 100% renewable electricity within the same timeframe.

Scope 3 Portfolio Targets

Headline target: Arendals Fossekompani ASA's portfolio targets cover 45% of its total investment and lending by invested capital as of 2021. As of that year, required activities made up 21% of Arendals Fossekompani ASA's total investment and lending by invested capital while optional activities made up 24% and out of scope activities made up 55%.

Scope 3 asset class level targets

Asset class	Method	Target language
Private equity and listed equity	Portfolio Coverage	Arendals Fossekompani ASA commits to 60% of its eligible private equity and listed equity portfolio by book value setting SBTi validated targets by 2027 from a 2021 base year.

Summary

- Arendals Fossekompani ASA will engage with current and future portfolio companies in the process of setting science-based targets (SBT) in line with the private equity sector science-based target guidance.
- When appropriate, Arendals Fossekompani ASA will help and assist portfolio companies in reaching their set SBT goals.
- Arendals Fossekompani ASA will continue to work directly with portfolio companies in mapping and reporting of the GHG emissions, aligned with the GHG Protocol.
- Arendals Fossekompani ASA will continue to focus on sustainability in its further investments, to ensure long-term value creation for stakeholder, shareholder and employees.