2021 | Environment and Climate Change Report

cellnex

At Cellnex we are united by a shared vision: to drive telecommunications connectivity in a sustainable and inclusive way "

Tobías Martínez, *CEO*

Cover letter

Dear reader,

For yet another year, Cellnex Telecom has continued to increase the perimeter and scope of our operations to 12 European countries, where we now have more than 107,000 sites deployed and firm commitments to deploy a further 25,000 by 2030. In this way, we have consolidated our position as the leading wireless infrastructure operator in Europe. At Cellnex, we offer our customers a set of services aimed at ensuring the conditions for reliable and quality transmission for the wireless broadcasting of content, with a business model based mainly on infrastructure sharing and thus the efficient management of installed capacity.

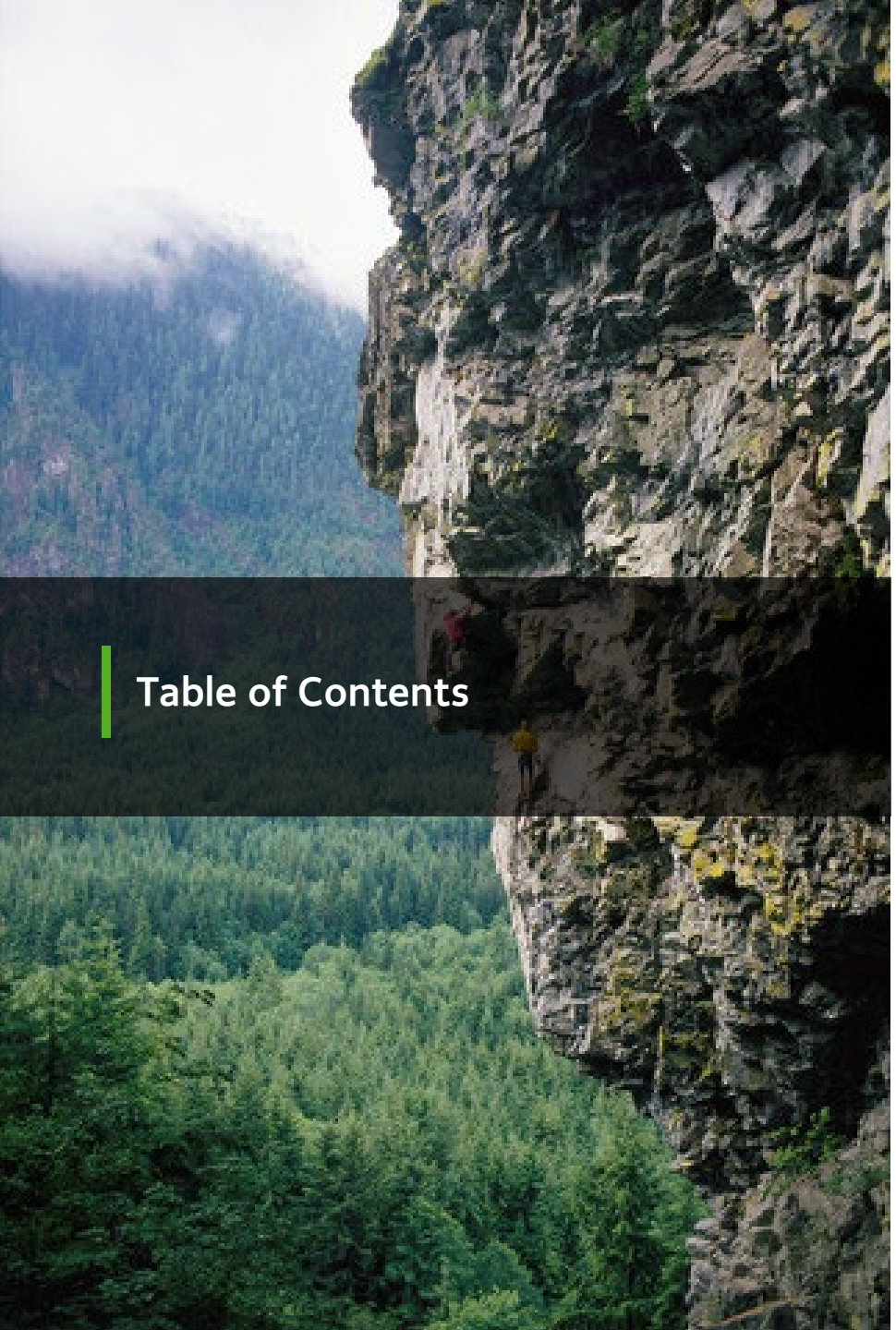
At Cellnex, we share a common vision: to promote global telecommunications connectivity in a sustainable manner, and to do so in a ubiquitous way, so that rural areas and territories can also have adequate conditions for access to connectivity.

We are convinced that there is only one way to build a sustainable model for our activity: by providing value to all our stakeholders, from shareholders, employees and customers, to the communities in which we operate, the organizations in which we collaborate and the network of partners and suppliers with whom we build an efficient value chain.

These last two years of global pandemic have provided us with new lessons regarding the responsibility of companies in addressing and committing to the effective search for solutions to the problems and challenges we face as a society. Most notably, climate change and the effects that derive from it place us at a turning point: it is urgent that we all accelerate the processes of decarbonization of economic activity and the reduction of greenhouse gas emissions, as a mechanism to control global warming of the planet.

At Cellnex we face this challenge in an effective and proactive way, placing sustainability at the center of our strategy based on our Strategic Sustainability Plan. Thus, we are committed to minimizing the impact of our activity on the environment and climate, as well as mitigating all those effects that could negatively affect both the sustainability of our value creation model and our stakeholders.

In 2021, we made significant progress on our journey to address climate change, drive the circular economy, protect biodiversity and progress towards becoming an emission-neutral company, the detail of which we are pleased to share in this Environment and Climate Change Report.



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Our year at a glance

Since its inception, Cellnex has assumed responsibility for addressing its environmental impact in a comprehensive manner, taking into account all the company's activities and all its stakeholders. As a result of this commitment, **in 2020 the Group presented for the first time the Environment and Climate Change Report**, whose objective is based on expanding information on environmental management in general and climate change in particular, given the strategic relevance for the Group and the efforts and resources invested.

Cellnex has met all the targets it had set for 2021

Thus, as stated in the 2020 Report, Cellnex presented the following targets for 2021, grouped into the areas of energy and emissions, which have been met and exceeded 2021.

Targets set for 2021	Achievement- Milestones of 2021
Energy • Reach **40%** green energy consumption at Group level	→ Cellnex Group's green energy consumption of 40.5%
• **Energy Transition Plan** for the Cellnex Group	→ Approval of the Energy Transition Plan
Emissions • Setting of emission reduction targets aligned with the **SBT** initiative	→ Establishment of 3 "Science-Based Targets", aligned with a 1.5ºC scenario, using 2020 as the base year

SCIENCE BASED TARGETS

In addition, beyond the targets set for 2021, Cellnex has continued to advance its purpose of promoting sustainable connectivity. Considering this, **it is worth highlighting the following 2021 milestones, as well as the new challenges that the company sets for the future**:

Additional 2021 milestones

9 Identified climate risks and opportunities

Based on the analysis of climate scenarios, following the recommendations of the TCFD

Reduction of global emissions*

13%

Approval of the Environment and Climate Change Policy, applicable to the entire Cellnex Group

Challenges for the future

Emissions
- Reduction of Scope 1, 2 and 3 emissions (fuels and energy) by 70% by 2030
- Reduction of Scope 3 emissions (goods and services and capital goods) by 21% by 2025
- Completion of pilot test for the implementation of an Internal Carbon Price

Energy
- 100% green energy consumption by 2025

Circular economy
- Perform an LCA for other relevant services in the Cellnex portfolio to incorporate circular economy criteria

Biodiversity
- Evaluate the impact on biodiversity and study natural capital

*More information on page 16

Sustainable Development Goals (SDGs)

In 2015, the United Nations (UN) designed the so-called 2030 Agenda, based on 17 Sustainable Development Goals (SDGs) with the aim of eradicating poverty, protecting the planet and ensuring a prosperous future for the whole world. These SDGs are also a key tool for companies to have a framework to reconcile the economic progress of their activities with social and environmental challenges.

Thus, in line with Cellnex's willingness to contribute to the SDGs, **the company built its Strategic Sustainability Plan (2019-2023) using the SDGs that were considered most relevant as a structural basis** (marked in color). That is, the Plan establishes the way forward to be leaders in environmental management, based on the achievement of the SDGs.

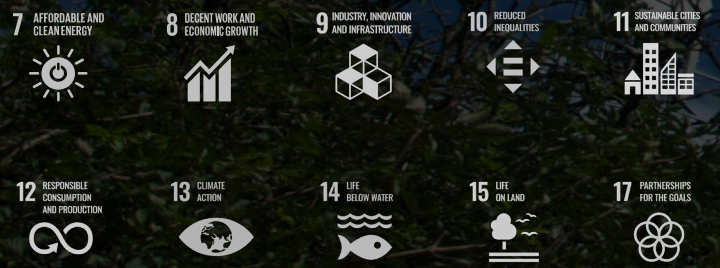
SDGs relevant to Cellnex's Sustainability Plan (marked in color)

*The details of the contribution to each of the SDGs, including targets, countries, actions and annual progress are broken down in the Annexes (pages 46-55)

Cellnex support(s) the Sustainable Development Goals

STRATEGY

Placing sustainability at the core of the strategy



Environmental Governance and Management Model

In order to carry out responsible management in such a way that policies and procedures that advocate for sustainability are designed and implemented, Cellnex is aware of the need to have a **solid and effective governance structure, which integrates the company's purpose and puts measures to promote sustainable business development in place.**

Cellnex is aware of the importance of a governance structure that promotes sustainable business development

In this way, Cellnex is committed to integrating sustainability and climate change into the day-to-day management of the company, so that it operates responsibly in each of the activities and business areas.

Cellnex has two corporate bodies involved in environmental management: the NRSC and the ESG Executive Committee.

In order to fulfill its purpose, Cellnex has the **Nominations, Remunerations and Sustainability Committee (NRSC)**, integrated within the Board of Directors of the company and in charge of supervising and evaluating all the company's ESG practices, ensuring that they meet their objective.

In addition, as the second corporate body involved in environmental management, Cellnex has an **ESG Executive Committee**, integrated within the Management Team, whose role is to promote and guide the Group's performance in ESG matters, involving all corporate areas and business units.

The following figure reflects the structure of these bodies, detailing their functions:

Sustainability in Cellnex's governance model

Board of Directors

Nominations, Remuneration and Sustainability Committee

- **Evaluate, promote and guide the Group's actions** on ESG and climate change
- **Anticipate potential risks** associated with changes in the ESG regulatory framework
- Ensure **ESG Policy Compliance**
- **Involve each corporate area and business unit** in the implementation of the ESG strategy and Master Plan

Management team

ESG Executive Committee

- Monitor and evaluate **stakeholder relations processes**
- Control that **Cellnex's environmental and social practices are aligned with the ESG strategy and policy** of the company
- Ensure that the corporate governance system and ESG Policy take into account the **interests of all stakeholders**
- Revision and **accountability** of the **Integrated Annual Report and the development of the ESG Master Plan**
- **Strategic advice on contributions** to the Cellnex Foundation

Responsible environmental management

The business world is now facing an unprecedented situation: meeting the needs of a growing population while adopting sustainable development aimed at achieving climate neutrality. In this context, **Cellnex establishes commitments, policies and procedures at the heart of the company that ensure that all decision-making is governed by sustainability principles and aligns with the company's values**. Only in this way, Cellnex believes that it can generate value for its stakeholders and resilience in the short, medium and long term.

One of the main instruments implemented from the origin of the company to ensure adequate performance, minimization of environmental impact and continuous improvement is the **Environmental Management System (EMS)**, in which all Cellnex business units will be integrated from 2022.

Cellnex is committed to integrating all its business units into the Environmental Management System

In 2021, Cellnex has integrated 5 business units (France, Portugal, Ireland, Switzerland and the Netherlands) into the Global EMS, meeting the targets set. By 2022, Cellnex aims to integrate Poland, Sweden, Denmark and Austria into the EMS. Regarding Spain, Italy and the United Kingdom, these countries already have the ISO 14001 certification, and it is expected to integrate them into the Integrated Management System in 2023 as well.

In 2021 Cellnex approved the Environment and Climate Change Policy, based on 5 strategic lines and aligned with the SDGs

On the other hand, promoting responsible environmental management, **in 2021 Cellnex's Board of Directors approved the Environment and Climate Change Policy**, which integrates all the principles that promote sustainable development. In order to raise the level of responsibility of the company, the Policy includes principles and commitments of mandatory compliance in each of the projects, businesses and activities carried out by all business units. In turn, these principles and commitments are grouped in 5 strategic lines, aligned with the Sustainable Development Goals (SDGs):

Strategic Lines of Policy

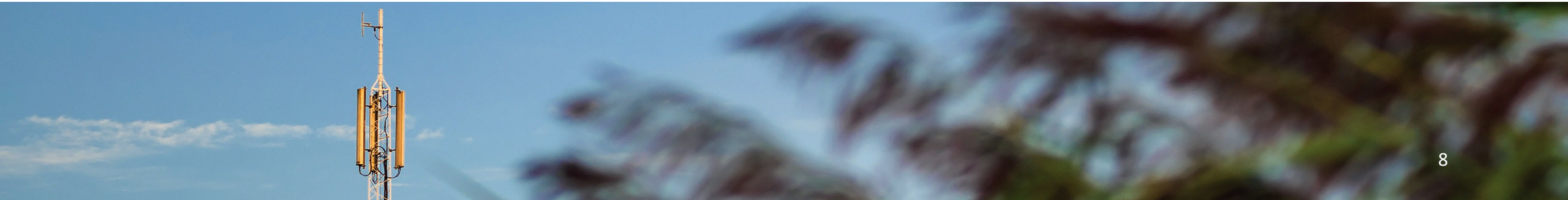
L1: Responsible management of the environment

L2: Mitigation and adaptation to climate change

L3: Stakeholders and society

L4: Ethical Management and Good Governance

L5: Sustainable economic growth



The Sustainability Strategic Plan 2019-2023

In addition to the Environment and Climate Change Policy, whose commitments the Group as a whole respects and follows, Cellnex has a **Sustainability Strategic Plan**, with the purpose of defining the actions to be followed to achieve the objectives set in environmental and climate change matters.

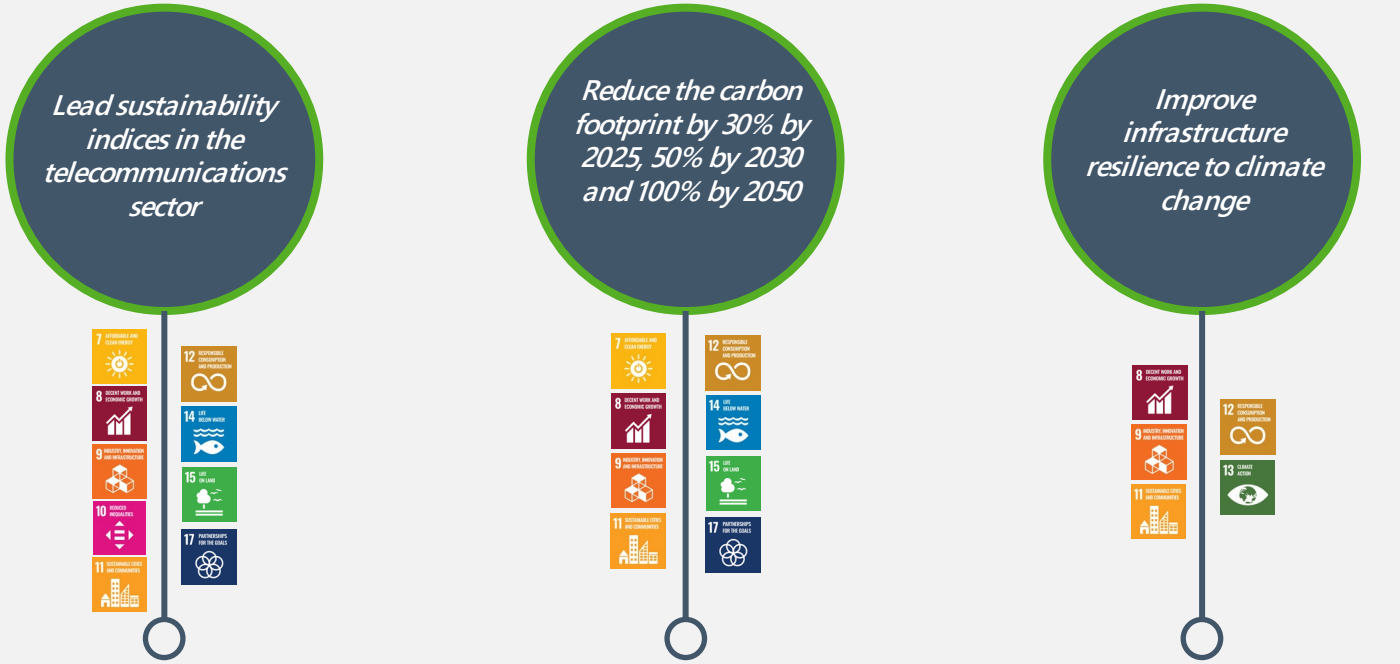
The Sustainability Strategic Plan aims to raise the level of responsibility in the field of environment and climate change.

The Plan raises Cellnex's level of responsibility in the field of the environment and the fight against climate change. As for its structure, it **consists of 11 strategic lines, designed to achieve 3 global objectives**. The strategic lines, as well as their degree of achievement, are detailed on page 19.

The Sustainability Strategic Plan is part of the ESG Master Plan

The Plan is closely linked to Cellnex's global ESG strategy, the **ESG Master Plan 2021-2025.** The ESG Master Plan is based on five main lines of action with the same objective and a cross-sectional one, to promote telecommunications connectivity in a sustainable and inclusive way, through 92 actions aligned with the SDGs that Cellnex considers to be of greater relevance:

Global objectives of the Sustainability Strategic Plan



Follow-up of the Sustainability Strategic Plan

Cellnex monitors the annual **degree of achievement** of each of the lines of action established in the Sustainability Strategic Plan. Only in this way, the company is able to evaluate the evolution of the Sustainability Plan and establish the necessary actions to achieve the targets defined for 2023, the year in which the Plan ends. For 2021, Cellnex set itself a series of targets broken down into actions, with the purpose of continuing to advance in the Sustainability Plan: taking into account the planned actions, **in 2021 Cellnex has reached an achievement rate of 92%.** In addition, **Cellnex supports all its business units** so that they understand the Plan and can implement the necessary measures to achieve the global goals.

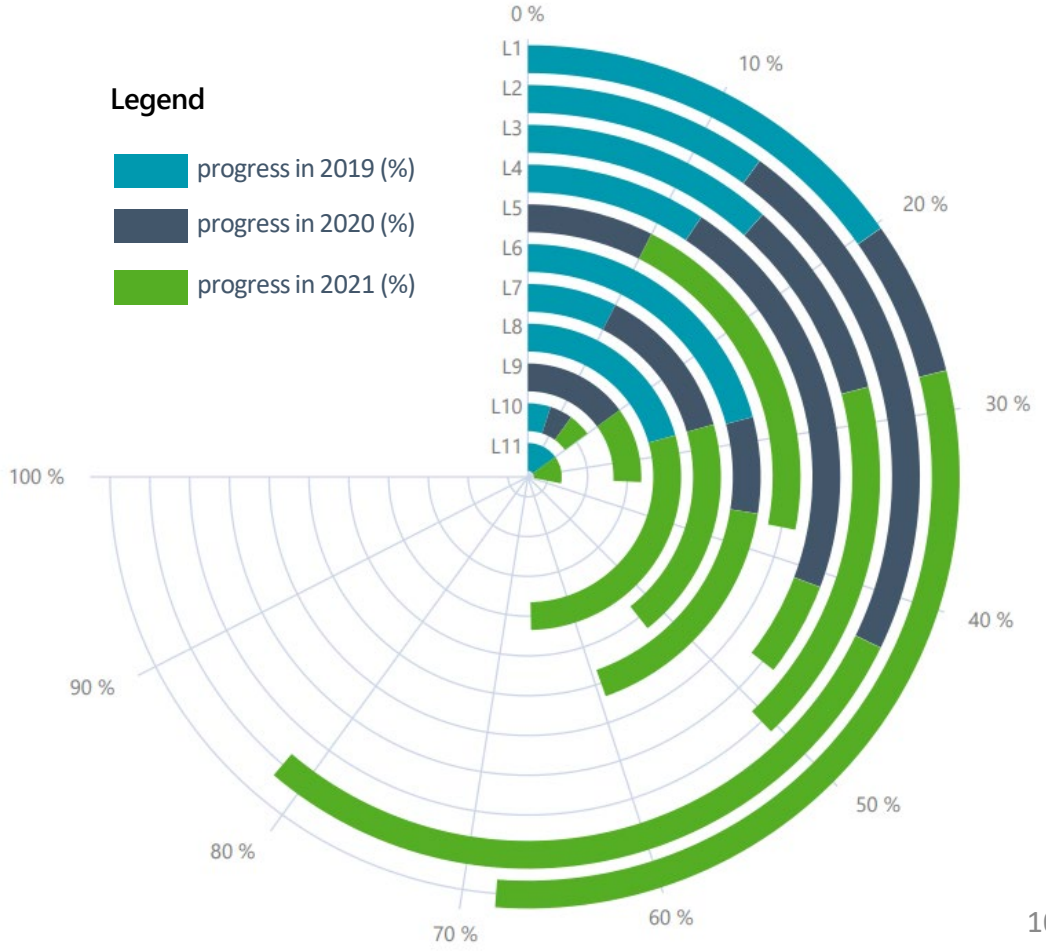
Thus, the following graph reflects the degree of achievement of the Plan, broken down by each line in the period 2019-2021:

In 2021 Cellnex reached a 51% rate of achievement over the total of the Plan and 92% achievement of the actions planned for 2021

Strategic lines of the Plan	SDGs to which it contributes
L1: Sustainability planning and management	
L2: Mitigation and adaptation to climate change	
L3: Energy management	
L4: Responsible and circular management of resources	
L5: Sustainable and safe mobility	
L6: Natural areas and biodiversity	
L7: Development of sustainable products and services	
L8: Responsible supply chain management	
L9: Measuring impacts on society and the planet	
L10: Strengthening relationships with stakeholders and society	
L11: Communication of the sustainability strategy	

***Regarding strategic lines 9, 10 and 11, these are part of Cellnex's global ESG strategy, so they are not addressed in depth in the Sustainability Strategic Plan.**

Degree of achievement of the Sustainability Strategic Plan:



Environmental performance in the main sustainability indices

The investment community is increasingly aware that today a company will only be profitable if it integrates the principles of sustainable development into its strategy and activity, so that adaptation to climate change is promoted in an inclusive way, taking into account all stakeholders.

Therefore, **sustainability analysts, agencies and information providers evaluate, based on sustainability indices, the company's PERFORMANCE in ESG**, as well as its ability to mitigate and manage risks in this field.

Sustainability indices reflect a company's sustainability performance to the investor community

Thus, the scores in the sustainability indices are the best tool for the investing community, as well as the rest of the stakeholders, to know and compare the **company's sustainability performance**.

Aware of this, Cellnex works year after year to participate in the sustainability indices, following its goals from the Sustainability Strategic Plan to lead the indices of the telecommunications sector.

Cellnex has improved its score in all the indices in which it has participated, standing out with a score of 83/100 in the DJSI in the environmental dimension and list A in CDP

In 2021, Cellnex has participated in 6 indices that evaluate Cellnex's performance in the environmental dimension, **improving/maintaining its score in all of them** compared to 2020.

Results and evolution in the environmental dimension of the sustainability indices in which Cellnex participates

Dow Jones Sustainability Indexes — 83/100 — ▲+4 pts

Dow Jones Sustainability Indexes

Rating of **83/100** in the environmental dimension (+4p compared to 2020 and +47p compared to the sector average in 2021). With an overall score of 73/100, Cellnex remains 41 points ahead of the industry average in 2021 and reduces the difference with the "Best Player" by 5 points.

CDP — A rating — =

CDP

Cellnex maintains the **A rating** for the third year in a row. The score obtained is higher than the average of the sector and is among the 38% of companies that reached the level of leadership in the activity group.

SUSTAINALYTICS — Low risk — =

Sustainalytics

In 2021 Cellnex has established itself as a **low-risk company in the material matter of Carbon-Own Operations**.

FTSE4Good — 3,8/5 — ▲+0.3 pts

FTSE4Good

Rating of **3,8/5** in the environmental field (+0.3 points compared to 2020). With an overall score of 4.4/5 points, Cellnex exceeds the average of its sector, as well as that of Spanish companies

MSCI — 10/10 — =

MSCI

The MSCI Index continues to give Cellnex's environmental management a maximum score (**10/10**), which is higher than the industry average (9.3/10).

vigeo eiris — 56/100 — ▲+11 pts

Vigeo

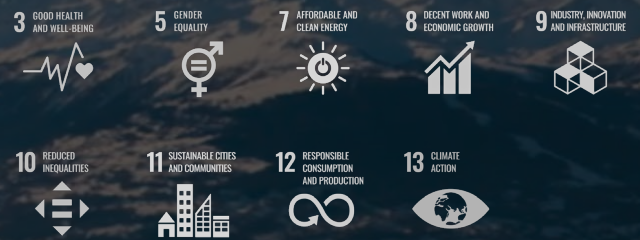
The Vigeo index values the environmental dimension of Cellnex in a positive way, with a score of **56/100** (11 points higher than the industry average).

All of the indices are aligned with the UN principles

UN Global Compact WE SUPPORT · SUSTAINABLE DEVELOPMENT GOALS · BUSINESS AMBITION FOR 1.5°C · OUR ONLY FUTURE

CLIMATE CHANGE

Definition and implementation of the climate strategy



cellnex
driving telecom connectivity

Climate change, a reality

We are at a turning point in human history. The burning of fossil fuels and the overexploitation of the Earth's resources are the reasons why climate change, with its unpredictable and devastating effects, is already a reality affecting millions of people. And these effects will not diminish: according to projections made by the Intergovernmental Panel on Climate Change (IPCC), **average global temperature will rise by more than 1.5°C by 2030**, a situation that will cause more extreme weather events, as never before experienced by humanity.

One of the strategic lines of the Environment and Climate Change Policy is based on the mitigation and adaptation of climate change

Cellnex, aware of the responsibility of companies to promote activities that limit these effects, is firmly committed to the fight against climate change. Thus, in 2021, the Group approved the Environment and Climate Change Policy, which serves as the first foundation where the company's commitments and general principles of action in these matters are presented. More specifically, one of the strategic lines of the Policy is based on **climate change mitigation and adaptation**, whose initiatives are detailed below:

Climate change mitigation and adaptation initiatives

Carbon management:

- Integrate **carbon management** in the business strategy and incorporate it as a decision variable in all processes.
- Recognize and assess the contribution of the Company in the **fight against climate change.**

Emission reduction:

- Establish **Objectives** for the reduction of emissions and publish the advance.
- **Reduce CO_2 emissions** related to the purchase of green energy, energy efficiency and engagement with suppliers

Active and proactive culture

- Identify and evaluate the **R&O of the consequences of climate change** from the organization's activity
- Identify and carry out concrete actions in the field of **mitigation and adaptation**
- Carry out **compensation actions** proactively and voluntarily
- Promote a social culture oriented towards **raising awareness** of stakeholders

Footprint measurement

- Publish annually the **calculation of the carbon footprint** generated by the Company's activity
- Verify the footprint calculation with an independent third party.

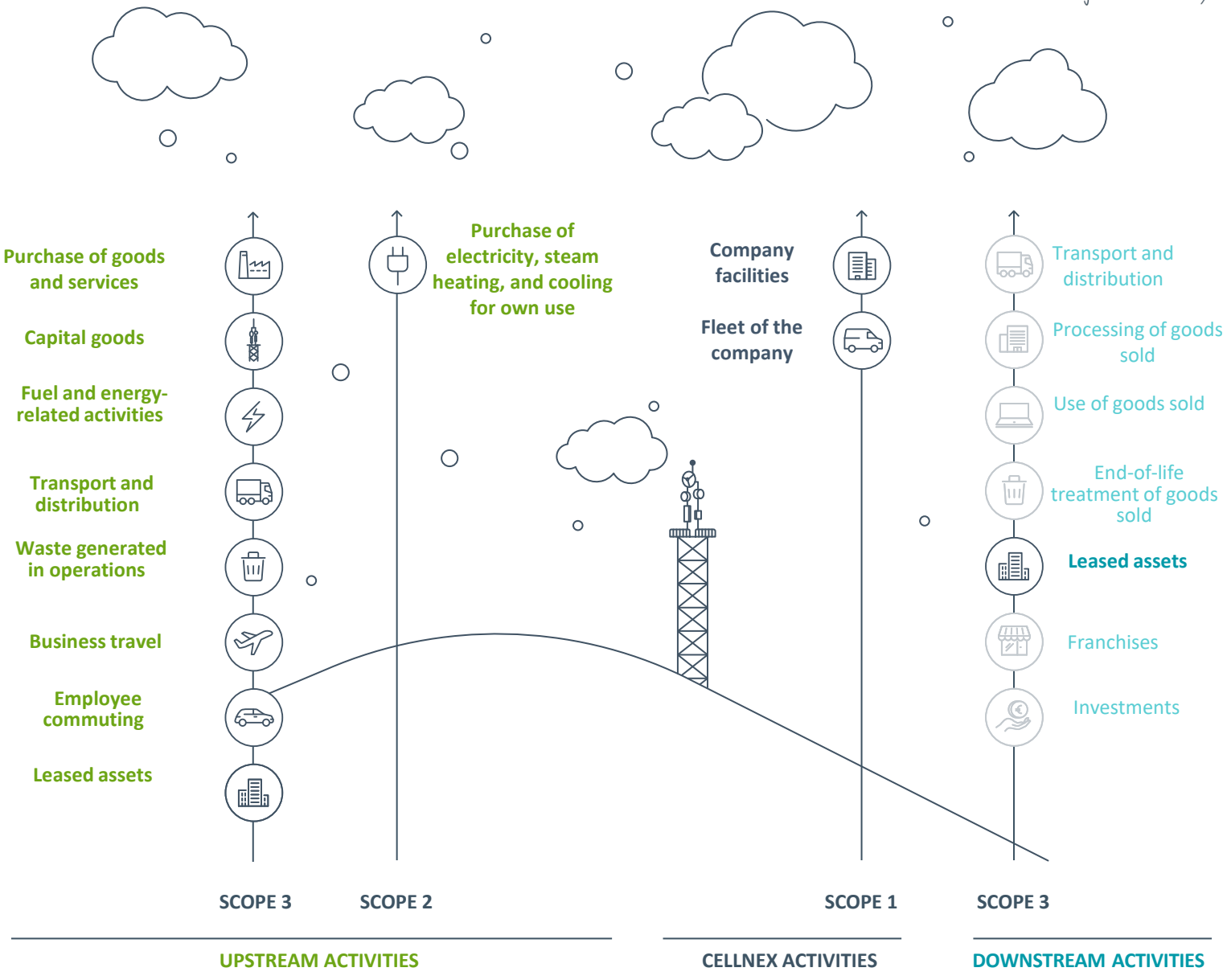
Cellnex's carbon footprint

In accordance with the strategic line of mitigation and adaptation to climate change, Cellnex calculates the carbon footprint of its activity annually. This way, Cellnex recognizes the importance of making an inventory of Greenhouse Gas (GHG) emissions as a key instrument to knowing the company's impact on climate change, as well as establishing emission reduction objectives.

Based on the calculation of the carbon footprint, Cellnex has set emission reduction targets to move towards climate neutrality

Therefore, for another year, in 2021 **Cellnex has calculated and certified, by an independent external entity, scopes 1, 2 and 3 of the carbon footprint**, following ISO 14064-1:2018 and the classification established by the Corporate Accounting and Reporting Standard of the Greenhouse Gas Protocol (GHG) Protocol. In addition, in 2021, internal audits related to the carbon footprint have been carried out in 5 countries (Spain, France, Portugal, Ireland and the United Kingdom), with the idea of extending them to other countries in 2022.

The following graph reflects the categories in which Cellnex has emissions (marked in bold), separated between "upstream" and "downstream" activities of the company:



Cellnex GHG emissions in 2021 (market-based)

The verified emissions inventory for 2021 is 681,645.94 tCO_2eq

- CELLNEX ACTIVITIES
- UPSTREAM
- DOWNSTREAM
- NOT SIGNIFICANT*

	0.51 % **3,494.00** tCO_2eq	48.22 % **328,720.46** tCO_2eq	0,31 % **2,100.60** tCO_2eq	0,07 % **476.42** tCO_2eq	0,03 % **182.51** tCO_2eq	6,40 % **43,620.77** tCO_2eq	15,09 % **102,879.31** tCO_2eq	3,54 % **24,126.80** tCO_2eq	0,01 % **45.85** tCO_2eq	7,00 % **47,717.57** tCO_2eq	18,82 % **128,281.65** tCO_2eq
	Direct emissions	**Indirect emissions of imported electricity**	**Employee commuting**	**Business travel**	**Upstream transport and distribution**	**Purchase of goods and services**	**Production of fuels and electricity**	**Capital goods**	**Waste generation**	**Use of assets leased by the organization**	**Leased assets owned by the organization**
ISO 14064-1:2018 Standard	**CATEGORY 1** 0.51% **3,494.00** tCO_2eq	**GATEGORY 2** 48.22 % **328,720.46** tCO_2eq	**CATEGORY 3** 0.40 % **2,759.53** tCO_2eq			**CATEGORY 4** 32.04 % **218,390.65** tCO_2eq					**CATEGORY 5** 18.82 % **128,281.65** tCO_2eq
GHG Protocol classification	**SCOPE 1** 0.51 % **3,494.00** tCO_2eq	**SCOPE 2** 48.22 % **328,720.46** tCO_2eq					SCOPE 3 51,26 % **349,431.48** tCO_2eq				

Evolution of emission intensity

Emission intensity reflects data on total GHG emissions, weighted in relation to a particular variable. For another year, Cellnex has calculated the intensity of its emissions, relative to its revenues and number of sites.

Regarding total emissions, it should be kept in mind that in the period between 2015 and 2019 only Scopes 1 and 2 are taken into account as well as some categories of Scope 3. However, as of 2020, and after the screening, all Scope 3 categories relevant to Cellnex for all countries are incorporated. In addition, 5 new countries joined Cellnex's carbon footprint in 2020. These two facts cause total emissions to increase significantly in 2020.

As for emission intensities, until 2019 only scopes 1 and 2 (blue line) are included. In the years 2020 and 2021, in addition, scope 3 is incorporated into the calculation of the intensity (green line). The intensity of scopes 1 and 2 makes it possible to compare the data with the years prior to 2020. Thus, taking into account Scopes 1 and 2, the intensities have continued to decrease in 2020 and 2021.

**2020 emissions data have been recalculated according to the GHG Protocol, as there have been relevant structural and methodological changes in 2021 affecting the base year. Thus, the intensities in 2020 on this page (income and sites) differ from the intensities published in the 2021 Annual Report, since in the latter the intensities do not refer to the recalculated perimeter.*

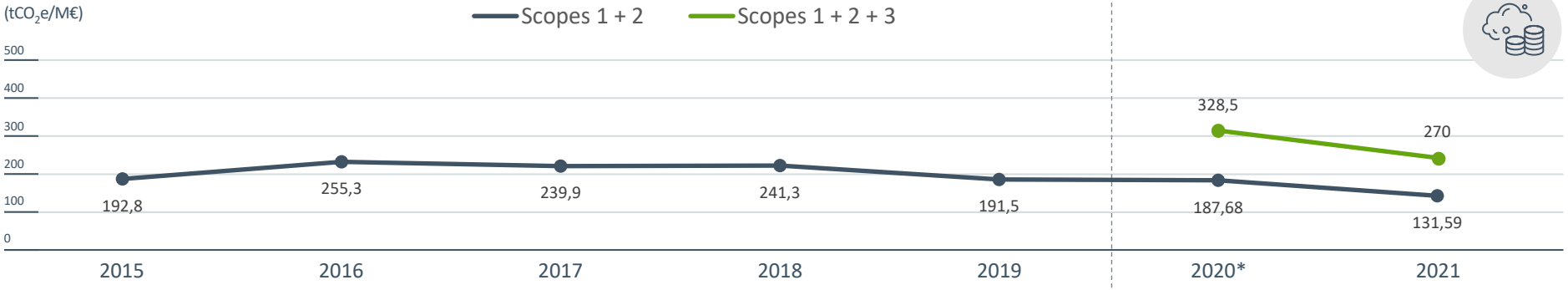
TOTAL EMISSIONS (MARKET-BASED)
($MtCO_2e$)

In 2021, Cellnex has reduced its total emissions compared to 2020 by 13%

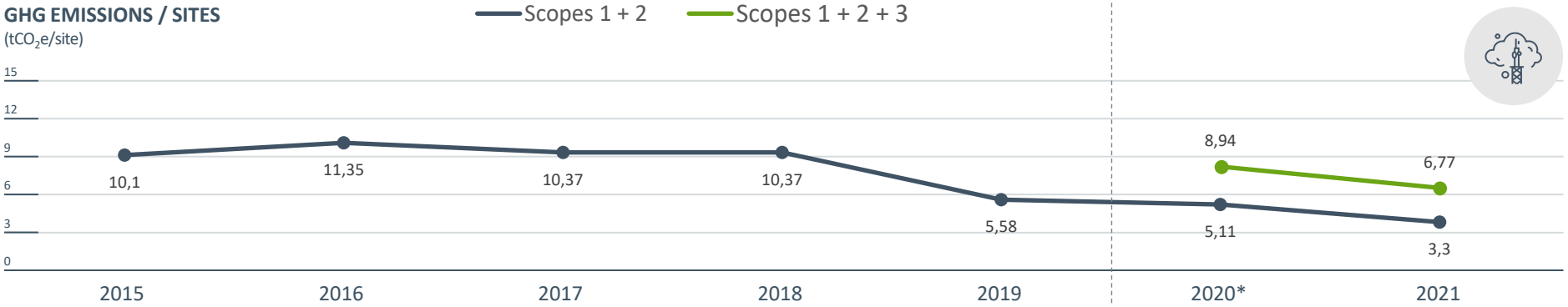
Screening of scope 3 and change of base year

Cellnex calculates the intensity of its emissions based on its revenue and number of sites:

GHG EMISSIONS/ REVENUE
($tCO_2e/M€$)

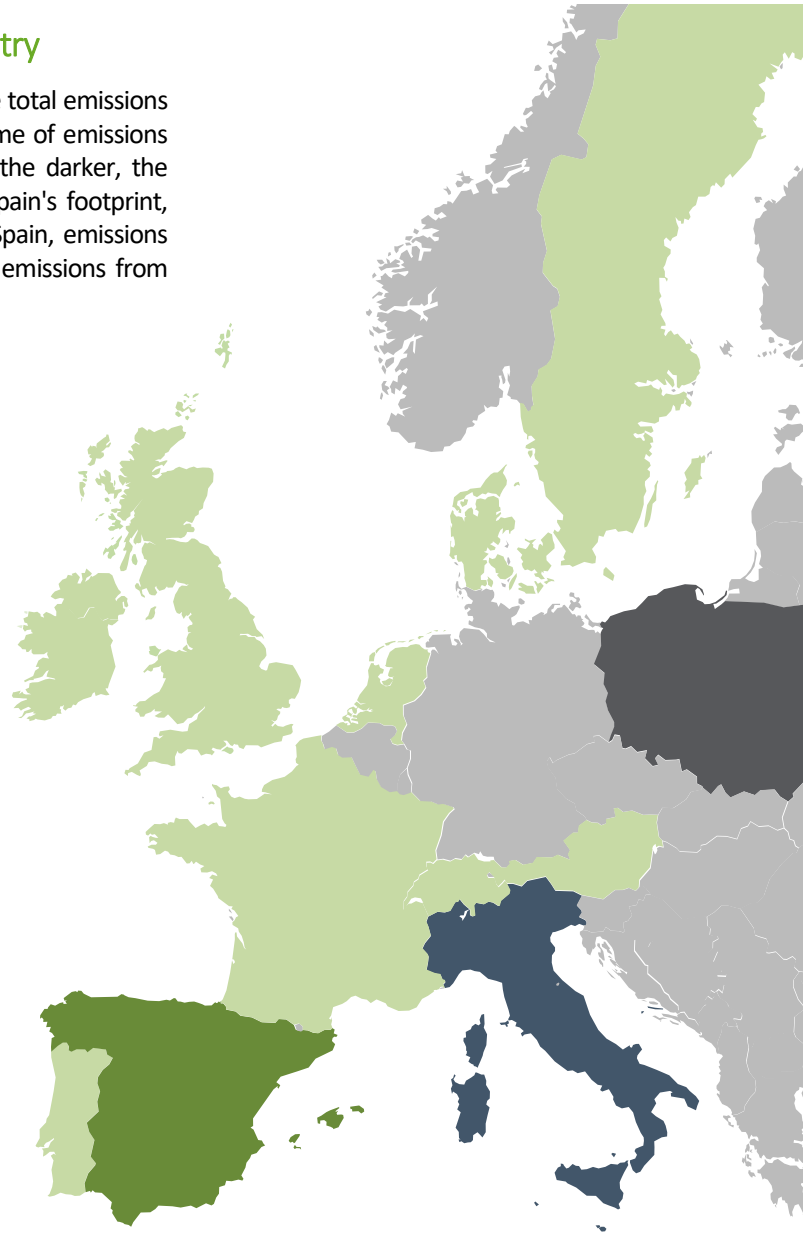


GHG EMISSIONS / SITES
(tCO_2e/site)



Total emissions by country

The following figure shows the total emissions by country, detailing the volume of emissions on the map based on color (the darker, the more emissions). Regarding Spain's footprint, this includes emissions from Spain, emissions from corporate buildings and emissions from Finland.



- ES **91.070,84** tCO_2e
- IT **177.767,52** tCO_2e
- PL **249.514,36** tCO_2e
- CH **6.801,26** tCO_2e
- NL **15.322,91** tCO_2e
- AT **2.987,31** tCO_2e
- FR **20.378,53** tCO_2e
- DK **25.244,26** tCO_2e
- UK **48.187,33** tCO_2e
- IE **10.281,70** tCO_2e
- SE **825,56** tCO_2e
- PT **33.264,36** tCO_2e

- 225.000 – 300.000 tCO_2e
- 150.000 – 225.000 tCO_2e
- 75.000 – 150.000 tCO_2e
- 0 – 75.000 tCO_2e

Emission intensity by country

GHG EMISSIONS/ REVENUE (tCO_2e/M€)		GHG EMISSIONS/ SITES (tCO_2e/site)
170,46	ES	8,77
346,62	IT	8,78
1.172,79	PL	17,04
46,85	CH	1,27
158,45	NL	3,81
40,98	AT	0,67
49,27	FR	0,9
106,53	DK	2,16
158,54	UK	6,21
185,01	IE	5,65
17,47	SE	0,31
329,35	PT	6,41
270 tCO_2e/M€	ToVG	6,77 tCO_2e/M€

Managing Climate Risks and Opportunities - the TCFD

The importance of the Task Force on Climate-Related Financial Disclosures

The financial sector and investors play a key role in the transition to a low-emissions economy: it is through the promotion of sustainable activities, as well as the divestment of those activities that inhibit sustainable development, that the **objectives agreed upon in the Paris Agreement** will be achieved.

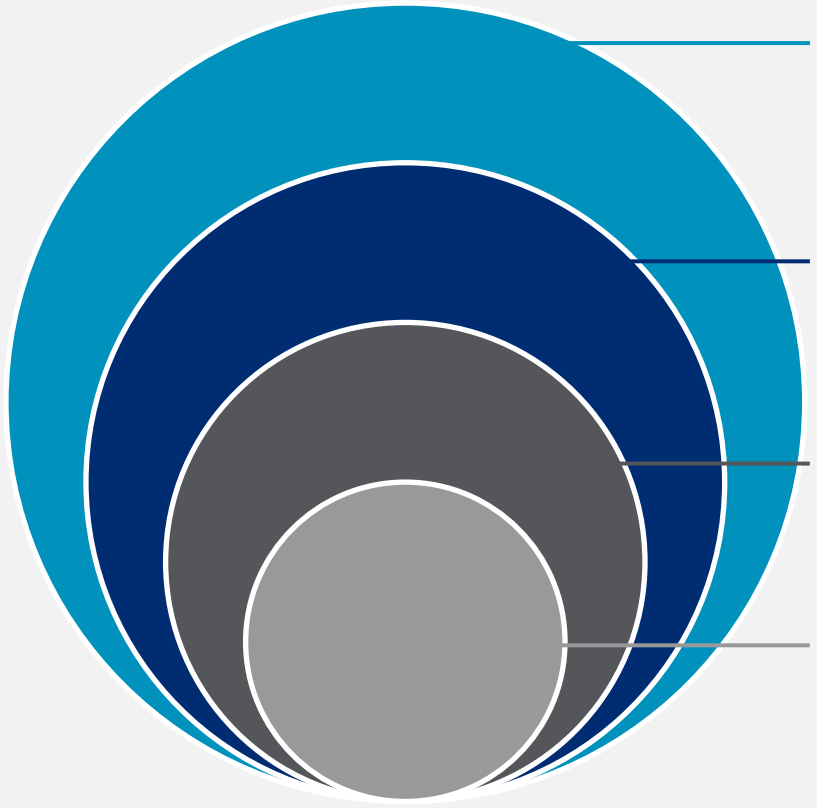
In this context, the Task Force on Climate-Related Financial Disclosures (TCFD) was created in 2015 to help companies transparently disclose their climate-related information. Specifically, **the recommendations of the TCFD are framed in 4 pillars**: Governance, Strategy, Risk Management and Metrics and Targets.

As recommended by the TCFD, Cellnex uses 4 core elements to disclose climate-related information

TCFD TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES

Cellnex, with the firm will to make climate change an axes of decision-making, displays how it takes into account climate risks and opportunities, as well as strategies to mitigate risks and take advantage of opportunities based on the recommendations of the TCFD. Thus, since 2021 Cellnex is a "TCFD Supporter", as a sign that the company acknowledges the TCFD as a useful framework for transparently breaking down climate-related risks and opportunities.

The 4 pillars of the TCFD



Governance (see page 19)
The governance of the organization around climate-related risks and opportunities

Strategy (see pages 20-22)
The current and potential impacts of climate risks and opportunities on business, strategy and financial planning

Risk management (see page 19)
The processes used by the organization to identify, assess and manage climate-related risks

Metrics and targets (see pages 23-24)
The parameters and objectives used to assess and manage risks and opportunities

Managing Climate Risks and Opportunities - the TCFD (II)

Governance

The analysis of Climate Risks and Opportunities (R&O) is part of the global risk management process, following a "bottom-up" methodology, and taking into account the following 3 lines of defense.

- **Audit and Risk Management Committee**: Final oversight of climate-related matters and approval of sustainability strategy and climate-related metrics
- **Board of Directors:** Regularly monitors and reviews climate risks and opportunities
- **1st Line of Defense:** Assesses, controls and mitigates risks
- **2nd Line of Defense:** Facilitates the implementation of risk management practices and helps define risk exposure

- **3rd Line of Defense:** Provides information to the Board of Directors and Management on how effectively risks are assessed and managed

Risk management

In 2021, Cellnex's Sustainability Department has worked on the management and evaluation of risks and opportunities arising from climate change. For this evaluation, the risks and opportunities are prioritized as high, medium and low, taking into account two aspects: impact and probability. As a result of this process, in 2021 Cellnex has identified and evaluated 9 risks and 9 climate opportunities, of which the highest priority are broken down below:

Cellnex has identified and evaluated 9 risks and 9 climate opportunities

IMPACT

- *Economic: in the income statement and/or investments*
- *Organizational: level of involvement in the organization for monitoring and resolution*
- *Reputational: media impact and possible liability actions*

PROBABILITY

- *Critical: almost certainly it will happen*
- *Important: likely to occur*
- *Middle: possible occurrence*
- *Low: unlikely to occur*

Highest priority risks:

- Changes in consumer preferences
- Increased stakeholder concern
- Increase in average temperatures

Highest priority opportunities:

- Changes in investor preferences
- Development of low-carbon goods and services
- Use of more efficient production and distribution processes

Managing Climate Risks and Opportunities - the TCFD (III)

Strategy

Integrating climate change into strategy

As detailed in the section of "Strategy" of this Report, in 2021 Cellnex has launched the **ESG Plan 2021-2025**, in which climate change is a fundamental pillar. In addition, the **Sustainability Strategic Plan** (2019-2023) is integrated within the ESG Plan, whose goal is to raise the level of responsibility of Cellnex in the environmental field and the fight against climate change.

In addition, following the recommendations of the TCFD, Cellnex has carried out an **analysis of scenarios in all countries in which Cellnex operates**, which allows the company to see its level of resilience in the face of possible future situations. Therefore, Cellnex is able to anticipate how physical and transition risks, as well as opportunities, may impact the company.

Cellnex has selected a physical climate scenario and two transition climate scenarios

According to the methodology proposed by the TCFD, there are two main types of scenarios to analyze: physical and transition.

Risks and opportunities identified*

As a result of its commitment to integrating climate change into its strategy, Cellnex has identified the following short, medium and long-term climate risks:

Type of risk	Specific risk	Time horizon
Reputation	Increased concern or negative feedback from stakeholders	Short term
Political and legal	Increase in the price of GHG emissions	Medium term
	Increased emissions reporting requirements	
Market	Increased energy costs	Long-term
Occasional	Increased severity of extreme weather events	
	Increased likelihood and severity of wildfires	
Chronic	Increase in average temperatures	
	Sea level rise	

To address these risks, **promoting a resilient organizational strategy in the face of climate change**, Cellnex has the following elements, which are detailed throughout this Report:

- **Sustainability Strategic Plan**, built from 11 strategic lines, applicable to all business units and aligned with the SDGs *(see pages 9 and 10)*
- **Energy Transition Plan**, through which Cellnex will obtain 100% of the energy from renewable sources *(see page 25)*
- **Analysis of physical and transition climate scenarios** to assess climate risks and opportunities across all business units *(see pages 21 and 22)*
- **Establishment of science-based metrics and objectives (SBT),** with the aim of moving towards climate neutrality *(see pages 23 and 24)*

***The opportunities identified are broken down in the Annexes (page 58)**

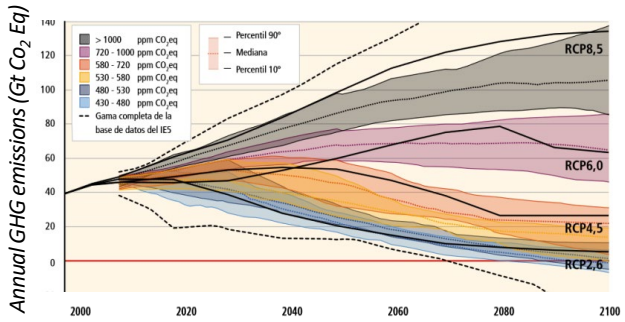
Managing Climate Risks and Opportunities - the TCFD (III)

Physical scenarios

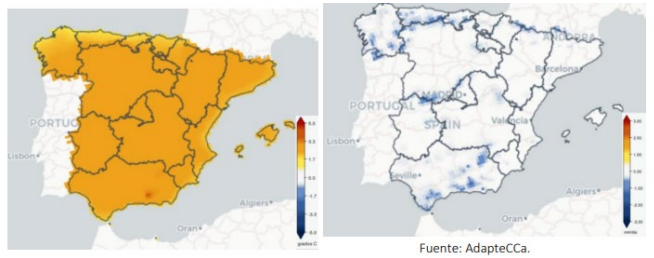
The physical scenarios cover the different trends that greenhouse gas concentrations can follow up to 2100, which allows the evaluation of future climate projections in the main countries in which Cellnex operates. Thus, Cellnex can anticipate the possible climate risks that climate change may cause in its business.

Cellnex has chosen the RCP 8.5 scenario to assess its physical climate risks

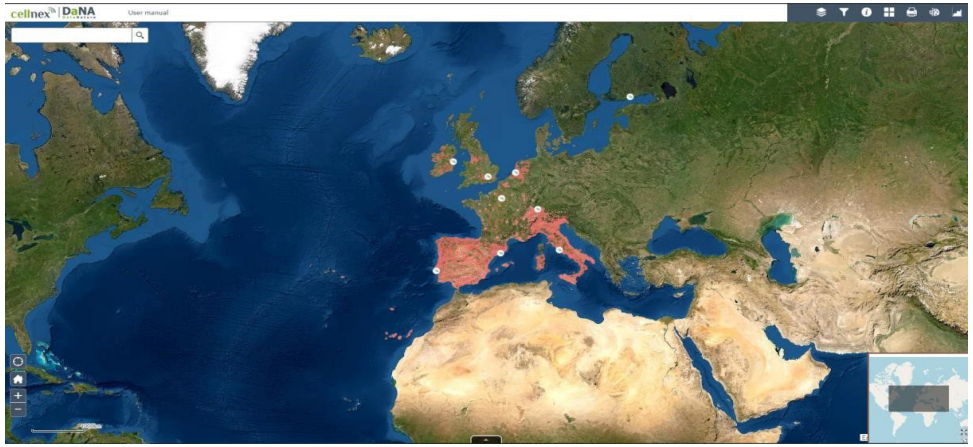
To do this, Cellnex has chosen the **RCP 8.5 scenario**, which is the worst possible scenario in which emissions continue to increase at the current rate, aggravating global warming. From this scenario in which "everything remains the same", Cellnex can know the most severe effects that the weather might cause in its activity.



Climate projections of temperature increases (left) and rainfall variation (right) in Spain



Fuente: AdapteCCa.



The tool Range

Cellnex owns the DaNa tool, which, in addition to identifying the company's sites in protected areas (see page 36 for more information), allows the visualization of the different climatic situations that Cellnex will experience, in line with the chosen scenario RCP 8.5.

The DaNa tool allows the visualization of the climatic situations that Cellnex will face

In addition, at the moment, the DaNa incorporates cartography associated with the climate risks that Cellnex sites face. In the following capture, for example, the situation related to RCP 8.5 has been selected, in which there would be a considerable increase in temperatures.

*Detail on the RCP 8.5 scenario is included in the Annexes (page 60)

Transition scenarios

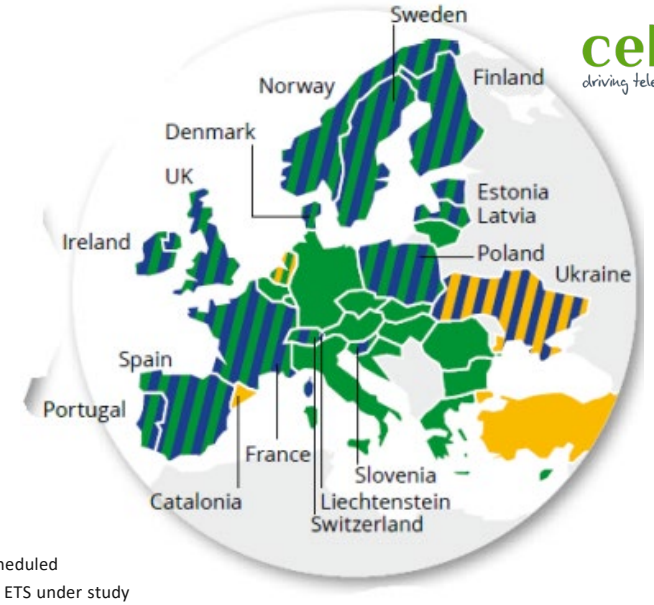
Transition scenarios assess how trends in politics, energy and economics associated with climate change may affect companies' performance.

For transition scenarios, Cellnex has selected two scenarios:

The SPS considers the situation in which only the already-defined measures and the objectives with a horizon for 2030 and 2050 are applied.

"Current Policies" (SPS) scenario.

This scenario contemplates the situation in which only the already-defined measures and the objectives set for 2030 and 2050 are implemented. Thus, based on the study of the existing trajectory, climate risks and opportunities are analyzed. This scenario is based on a static reality, in which there would be no additional push on the part of governments to decarbonize economies. In the elaboration of this scenario, the so-called **Stated Policies Scenario** (SPS) defined by the International Energy Agency in its analysis of energy in the world (World Energy Outlook) has been considered.



The scenario of future Sustainable Development Policies is based on the application of policies focused on sustainable development

Scenario of future "Sustainable Development" policies.

Unlike the previous scenario, the "Sustainable Development Policies" scenario considers a future situation in which policies focused on the promotion of sustainable development are applied. For its development, the scenario designed by the International Energy Agency (IEA) called **Sustainable Development Scenario** (SDS), as well as the "Deep Decarbonization Pathways Project (DDPP)" have been used. Thus, considering these two scenarios and defining time horizons (short, medium and long term), Cellnex anticipates the possible impacts, further increasing its resilience to future climate risks.

*Details on the SPS and SDS scenarios are included in the Annexes (pages 61 and 62)

Managing Climate Risks and Opportunities - the TCFD (IV)

Metrics and objectives

In line with the last pillar of recommendations of the TCFD "Metrics and Objectives", Cellnex recognizes the importance of measuring the total emissions that its activity generates. Only in this way, Cellnex is able to draw a **roadmap for setting emission reduction targets**, which will allow the company to achieve climate neutrality.

Setting climate metrics and targets creates a roadmap to achieve climate neutrality

As a first step, Cellnex carried out a complete screening of its Scope 3 emissions in 2020. That way, Cellnex was able to know exactly the volume of emissions that were generated, both direct and indirect.

Once the company's total emissions metric was obtained, **Cellnex set its emission reduction targets in 2020 (with base year 2020), which were approved by the Science-Based Targets Initiative in 2021**, an initiative whose objective is based on helping companies implement science-based emission reduction targets, in line with the provisions of the Paris Agreement.

In 2021, **Cellnex has reinforced its commitment to the fight against climate change by establishing 3 specific objectives for the reduction of emissions that have been validated by the Science-Based Targets Initiative** (SBTi) and are aligned with the Global Pact "Business Ambition for 1.5ºC", a commitment of which Cellnex has been part since 2019.

In 2021 Cellnex has established 3 Science-Based Targets aligned with a 1.5ºC scenario*:

1. Reduce absolute Scope 1, 2 GHG emissions and Scope 3 GHG emissions (fuels and energy) by 70% by 2030, compared to base year 2020

   Compared to last year, Cellnex has reduced these emissions by 17.7%

2. Increase the annual supply of renewable electricity from 0% in 2020 to 100% by 2025

   Cellnex has gone from a renewable energy supply of 10% in 2020 to 40.5% in 2021

3. Reduce absolute scope 3 emissions (goods and services and capital goods) by 21% by 2025, compared to base year 2020

   Compared to last year, Cellnex has reduced these emissions by 7.6%

These reduction targets are the first essential step in defining Cellnex's Net Zero strategy that will enable it to achieve the commitments of the Paris Agreement on the **reduction of emissions by 50% by 2030 and achievement of climate neutrality by 2050**. Thus, in 2022 the **reduction target "net-zero"** is expected to be published.

SCIENCE BASED TARGETS

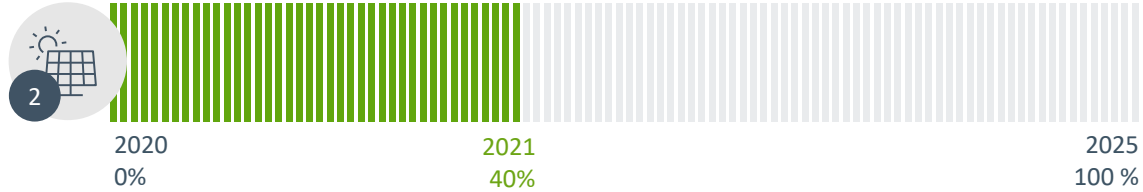
Achieving Science-Based Goals (SBT)

Once the science-based objectives (SBT) have been established, Cellnex undertakes the commitment to disclose its degree of achievement annually, so that the progress can be clearly visible, and the objectives set for 2030 (SBT nº1) and 2025 (SBT nº2 and nº3) can be clearly seen.

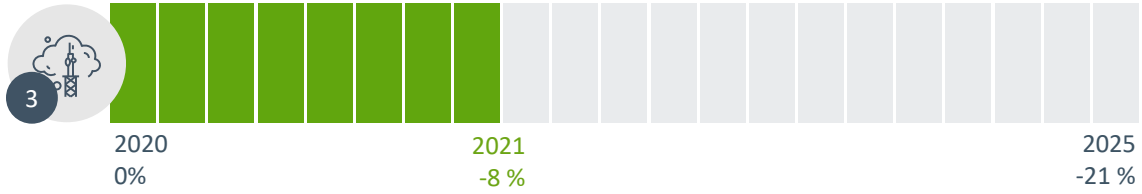
The progress made in 2021 is strong evidence of Cellnex's commitment to achieving its science-based targets by the set deadlines.

REDUCE SCOPE 1 AND 2 ABSOLUTE GHG EMISSIONS AND SCOPE 3 GHG EMISSIONS FROM FUEL AND ENERGY-RELATED ACTIVITIES BY 70% BY 2030 FROM A BASE YEAR 2020

INCREASE THE ANNUAL SUPPLY OF RENEWABLE ELECTRICITY FROM 0% IN 2020 TO 100% BY 2025.



REDUCE ABSOLUTE SCOPE 3 EMISSIONS FROM THE PURCHASE OF GOODS AND SERVICES AND GHG EMISSIONS FROM CAPITAL GOODS BY 21% BY 2025 FROM A BASE YEAR 2020.



Energy Transition Plan

Cellnex is aware of the importance of obtaining an energy supply from renewable sources, as energy consumption in the form of emissions is the largest contributor to its carbon footprint.

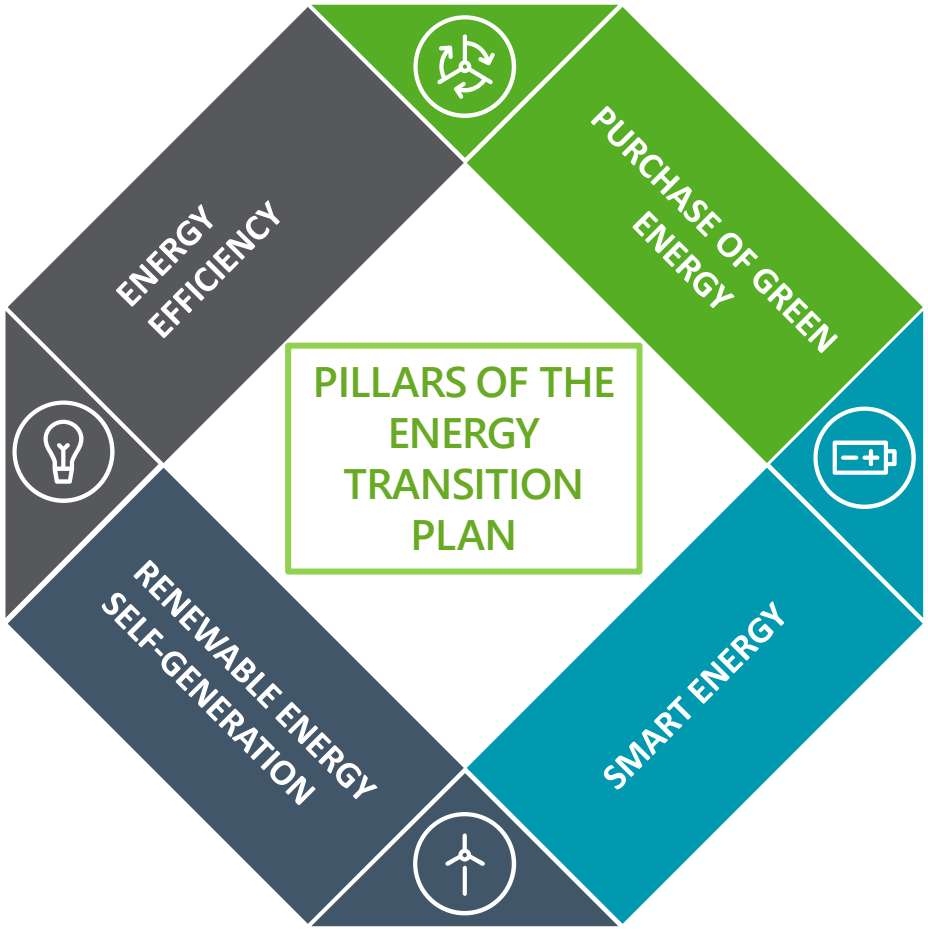
In 2021 Cellnex has approved the Energy Transition Plan

Thus, with the aim of meeting its objectives of reduction of emissions and making responsible use of energy, in 2021 the framework of Cellnex's Energy Transition Plan was approved.

By 2025, 100% of energy consumption will come from renewable sources

Together with the approval of this Plan, in 2021 Cellnex has set the corporate goal of 100% of energy consumption coming from renewable sources by 2025.

With the aim of 100% of the Group's energy being renewable by 2025, the Energy Transition Plan is based on 4 pillars*:



* The details of the pillars of the Energy Transition Plan are detailed on page 26

The 4 pillars of the Energy Transition Plan in detail

Purchase of green energy

In 2021 the **corporate green energy purchase target** has been approved, establishing 100% renewable energy consumption by 2025.
Moreover, in 2021, all business units incorporated during the year include **green energy provisions in electricity supply contracts through Guarantees of Origin (GOs)**. These certifications allow electricity suppliers to ensure that the energy they sell comes from renewable sources.

Energy efficiency

Cellnex carries out the following measures to promote energy efficiency:

- **Renewal of** DTT, FM and SAB **equipment**, with estimated savings of 10GWh/year. By June 2022, 305 DTT, 318 FM and 5 DAB equipment will have been replaced.
- Execution of **freecooling projects** (estimated reduction of 1GWg/year).
- Approval of **high-efficiency power stations.**
- Evaluation of different energy **storage technologies**.
- Obtaining the **ISO 50001 certification** for Spain and the objective that by the period 2022-2025 80% of the Group's energy consumption will meet ISO 50001 criteria.

Smart Energy

Cellnex applies the IoT and the principles of Energy 4.0 based on two elements:

- **Smart Metering**: establishment of meters to identify where and when energy is consumed. In 2021, the Smart Metering is 100% implemented in Spain and the Netherlands, and more than 25% in Italy. Looking ahead to 2022, the implementation is being prepared in the UK and Sweden.
- **Cellnex Energy Control Platform** (CEC): implementation of a platform to centralize data related to consumption, allowing data mining, with the aim of improving consumption efficiency and reducing costs. In 2022, the CEC will start in Spain and Italy, and later it will be established in the rest of the countries.

Renewable energy self-generation

Renewable energy self-generation is considered a key lever to promote energy efficiency and reduce the carbon footprint. Thus, in 2021, **Cellnex has started a solar energy self-generation project in Spain, with the aim of installing solar panels in 692 rural sites by May 2022.**

» Cellnex has started a solar energy self-generation project with the aim of installing solar panels in 692 sites by 2022

This project is expected to produce around 3GWh/year of 100% emission-free energy - produced at the same points of consumption, and in turn reducing distribution costs.
In Spain, supported by regulatory changes on energy costs and technological advances, the project is expected to be deployed widely to large part of its sites. On the other hand, in 2022, pilots will be carried out for the extension of the project, from the self-generation of photovoltaic, wind or hydrogen-based fuel cells.

Climate change mitigation and adaptation actions

ORGANIZACIÓN QUE COMPENSA
clean CO_2
EV000120220005
by Anthesis Lavola

Wind Energy Project for Scope 1 Emissions Offsetting

In line with the measures to manage its greenhouse gas emissions, in 2021 **Cellnex offset 3,494 tons of CO_2eq**, which is equivalent to the Group's total Scope 1 emissions. The project, carried out in Tirunelveli and Coimbatore (India), consists of a package of 250 wind turbines for a total installed capacity of 56.25 MW.

Through the Wind Energy Project, Cellnex has offset all its Scope 1 emissions (3,494 Tn CO2)

In addition, beyond the offsetting of emissions, the project has driven sustainable development in the following ways, contributing to SDGs 7, 8 and 13.

- **Social benefits**: carrying out the project has contributed to the improvement of the standard of living of the local population, from the job opportunities that arose during the construction and operation of the wind farms, as well as from the development of basic services for the community.
- **Economic benefits**: the deployment of wind farms has revalued the land, whose owners are part of the local community. In addition, the investment for the project activity has increased the economic activity of the local area.
- **Environmental benefits**: the project activity makes it possible to produce electricity without generating emissions, from a renewable energy source and without significant impact on the environment.

Internal Carbon Price

To achieve the transition to a sustainable and emission-free economy, it is essential to quantify the business impact on climate change. Under this purpose, the internal price on carbon is a **financial tool to reflect the social, environmental and economic costs of climate change in relation to greenhouse gas emissions**. Thus, from its application, low-emission solutions are promoted, as well as the use of non-renewable energy sources being discouraged. In addition, the establishment of the internal price on carbon means reinforcing the company's commitment in environmental terms, improving its reputation and positioning in sustainability indices.

In 2021 Cellnex has obtained a first proposal for the application of the Internal Carbon Tax

Being aware of the importance of the internal carbon price, in 2021 Cellnex has carried out a study to assess the different Internal Carbon Price (PIC) options for the company, obtaining a first proposal for the application of the Internal Carbon Tax. As a continuation of the project, a pilot for the application of this internal rate will be developed in 2022.

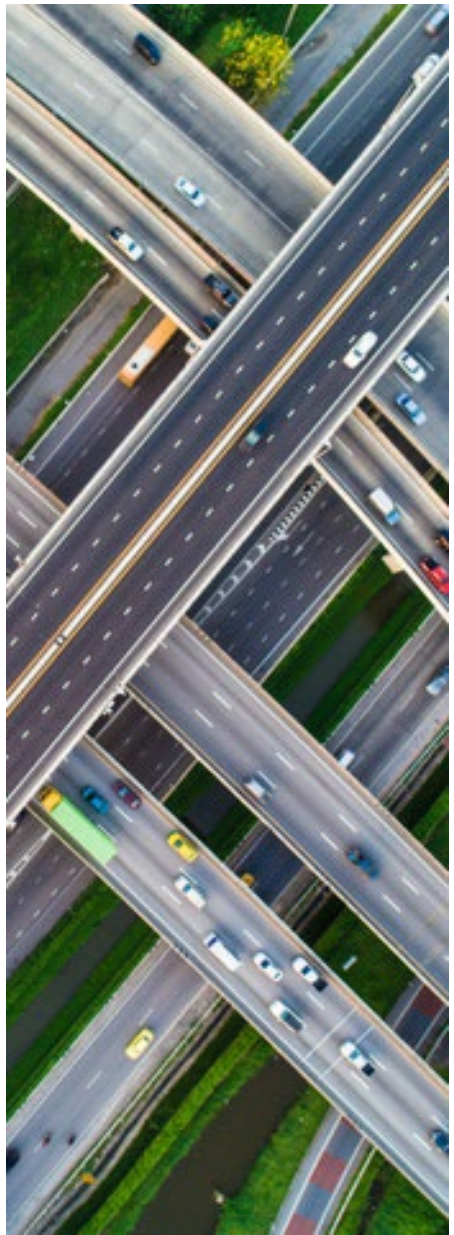
Guide for the preparation and implementation of Mobility Plans

Following the first strategic line of the Environment and Climate Change Policy "Responsible management with the environment", Cellnex is committed to the promotion of sustainable and safe mobility, also contributing to the purpose of calculating Scope 3 of its carbon footprint.

In 2021 Cellnex has developed a Guide to help its Business Units to implement Local Mobility Plans

Thus, in 2021 Cellnex has continued to advance in this aspect, from the creation of a **Guide to the implementation and preparation of mobility plans for all its business units**. That is, this Guide is an explanatory document so that the Business Units of the Group can successfully design and implement local Mobility Plans. The information included in this Guide is summarized below:

- Roles and responsibilities to ensure the correct development and implementation of the Mobility Plan
- Contextualization and summary of the main problems arising from the current mobility situation
- Alignment with Cellnex's sustainability strategy
- Legal framework for the development of local Mobility Plans
- Benefits, barriers and opportunities of implementing a Mobility Plan
- Process flow diagram and detailed description of each activity
- Examples of mobility survey and measures that can make up the Action Plan



Sustainable mobility recommendations

On the other hand, taking into account the transfer of the Cellnex Telecom offices in Barcelona to the Torre Llevant building, "sustainable mobility recommendations" have been developed, in order to continue promoting sustainable mobility in the new offices. The recommendations document includes the following information:

- Identification of existing mobility networks (pedestrian, cyclable, public transport, private vehicle) around the new offices.

Cellnex has designed a set of recommendations based on 5 lines

- Possible actions to be carried out to promote sustainable mobility. The actions are grouped into 5 programs: "Promotion of active mobility", "Promotion of public transport", "Rational use of the private vehicle", "Mobility on mission" and "Organizational".

For the set of recommendations, an implementation period between 2021 and 2026 is proposed

- For each of the actions presented, a file detailing an explanation of the action, associated cost, is included, *timings* for implementation (2021-2026), monitoring indicators and related SDGs.

CIRCULAR ECONOMY

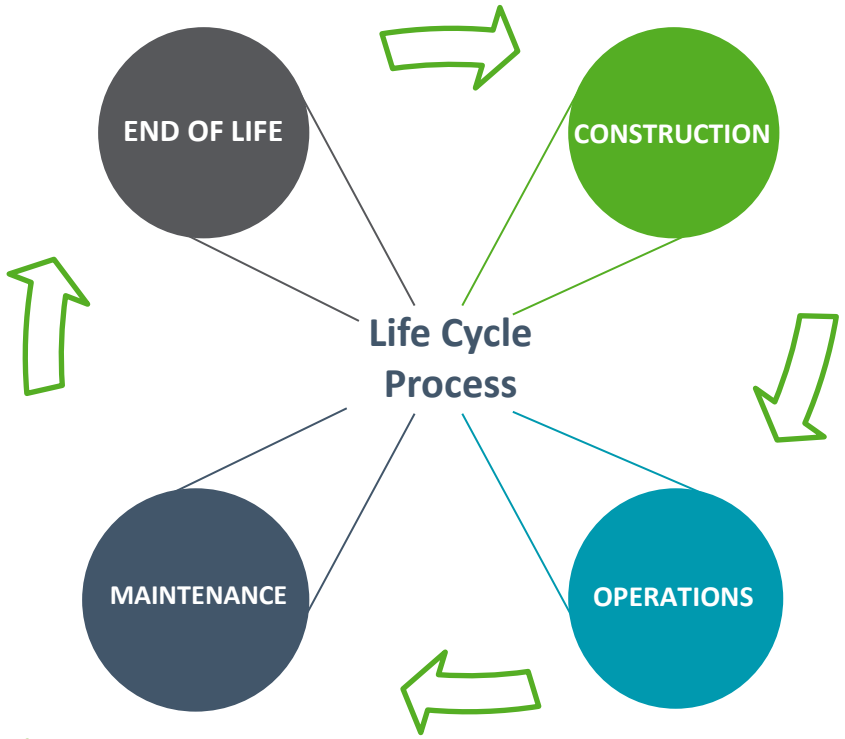
Conservation of resources

cellnex
driving telecom connectivity

Life Cycle Assessment (LCA) of Telecommunications Infrastructure Services (TIS)

Cellnex recognizes the importance of reducing its environmental impact by taking into account all stages of its value chain. For this reason, and in order to identify the critical points of its products and services and minimize the risks of each stage, a **life cycle análisis has been employed in TIS centres** of Cellnex Spain, Italy, Ireland, Netherlands, Portugal, United Kingdom and Switzerland in accordance with ISO 14040:44.

The next step that will be addressed during 2022 will consist of the prioritization of opportunities, from which the sustainable vision will be built and the strategy to be followed will be defined. The phases of the life cycle process are detailed in the figure on the right:



Based on the LCA, in 2021 Cellnex has worked on evaluating what are the forces of change and which are the opportunities of eco-design that can be addressed

From the LCA carried out in 2020, Cellnex obtained a report of **results**, of which the following stand out:

The results indicate in which country, which phase of the life cycle, and which elements have the greatest impact

First of all, it was observed that **the impact that each business unit has is closely linked to the number of TIS centers**. Thus, being the country with the most TIS centers in 2020, Italy is the business unit that contributes the most to the total impact (30-45%). In addition, from the Group's total impact, **37% comes from urban centers**, due to its high representativeness

On the other hand, as the activity of the company is intensive in electricity consumption, **most of the impact comes from the operation phase**, which depends primarily on electricity consumption (76-99%)

Finally, due to the high consumption of materials in its construction, **towers are the element with the greatest impact on mineral resources.**

Initiatives towards circularity:

- Promote the use of renewable energies
- Involve suppliers (e.g. Request that they have an Environmental Product Declaration)
- Prioritize those materials with a longer service life or that are easy to recycle and use waste as a resource
- Develop an internal circularity index
- Design and innovate thinking about the future
- Collaborate across countries and with third parties to create shared value

The LCA methodology (scope, impacts and results) is detailed on page 66

Energy, water and waste management

Energy management

Cellnex establishes its commitment to the saving and efficient use of energy in its Energy Policy. The policy takes into account compliance with applicable legal and regulatory regulations, both at international, European, state, regional and local level, as well as the will to adapt to future standards, customer and social requirements. In 2021, Cellnex approved an Energy Transition Plan which specifies the strategy to be followed in line with the commitment of its policy.

Cellnex's total energy consumption for 2021 was 1,227 GWh (701 GWh in 2020), with electricity consumption being the most relevant. Cellnex's electricity consumption comes mainly from the electricity consumption of the sites and, to a lesser extent, of the offices.

In 2021, 40.5% of the electricity consumed came from renewable sources.

Cellnex 2021 energy consumption (in 1000 kWh)

	2021	2020
Electricity	1.224.683,4	694.529
Diesel	2.291,6	5.584
Natural gas	0,1	597
Petrol	396,9	89
Total	**1.227.372**	**700.798**

Water management

Water and its management have progressively become a central issue in the debate on sustainable development. This interest has been driven by growing demand, increased scarcity in many areas, and/or degradation of water quality.

Due to Cellnex's activity, water consumption is not a material issue and is largely limited to the use of toilets and the office kitchen. In 2021, the organization's total water consumption was 32,320 m^3 (28.795 m^3 in 2020).

However, Cellnex is aware of the growing problems regarding this resource and recognizes the need for a better understanding of water-related impacts to improve its management. Therefore, it is necessary to have adequate evaluation techniques and implement them in a global scope within the organization.

In 2021, Cellnex has calculated the group's Water Footprint for the years 2020 and 2021, based on ISO 14046

The Water Footprint is a global indicator of water consumption and changes in water quality throughout the value chain. In addition, the indicator provides information on potential impacts on water use, scarcity and environmental impacts. In this context, **Cellnex Telecom aims to analyze and evaluate its Water Footprint, visualize the impact of hidden water on products and understand the effects of its activities on the water crisis.**

Considering that a priori a high potential for water contamination has not been detected, the focus of the calculation is on the availability of water. That is, in the assessment of the Water Availability Footprint (WAF).

Based on the ISO 14046 methodology, Cellnex will be able to compare its results year by year between subsidiaries and countries, generating monitoring, control and awareness of its impact on this resource.

The reference indicator of the impact on water availability with the market by revenue method has resulted in 232,620 m^3eq/M€.

Water consumption (in m3)

	2021	2020
Supply network	31.466	27.869
Rainwater	854	926
Total	**32.320**	**28.795**

Energy and water consumption by country is detailed in the annexes

Waste management*

Cellnex practically does not produce waste directly, but waste is generated through the activities of its suppliers. That is why the generation of waste is not a material issue for Cellnex.

Even so, Cellnex takes into account the prevention and reduction of waste when carrying out its activity.

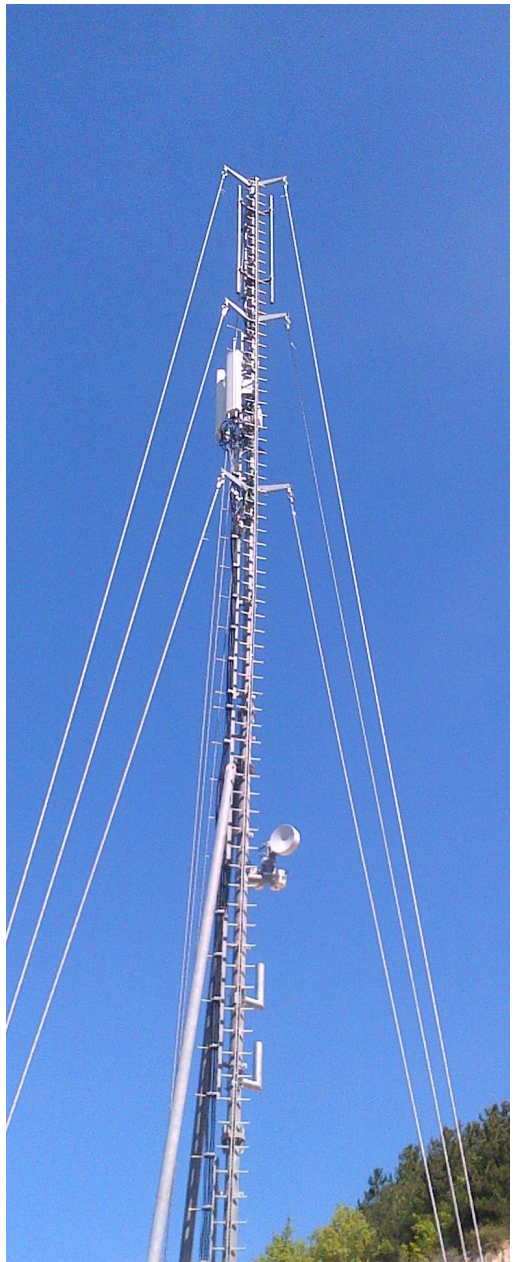
In the event that waste is generated, the priority is that it is reused or recycled, only considering disposal as a last option.

This hierarchy of priorities is key to protecting the environment. In addition, the reuse and use of the full producto lifetime translates into a reduction of economic costs on the part of the organization.

Cellnex ensures that the waste produced by its suppliers is properly treated

Cellnex encourages its suppliers and contractors in the fields of construction, operation, maintenance and decommissioning to follow the same example of waste management. For this, Cellnex has the Integral Management System, which helps to systematize the collection of evidence to ensure correct management.

***The quantities of waste generated are detailed in the Annexes (page 73)**



New corporate headquarters granted with LEED and WELL certifications.

In order to maximize resource efficiency, and in line with the company's ESG criteria, Cellnex's new corporate building in Barcelona (Torre Llevant) is working to get **LEED and WELL certifications**. As next steps, the organization plans to extend these practices in offices in other countries.

LEED Certification (Leadership in Energy and Environmental Design)

LEED certification certifies that a building/project is built under resource eco-efficiency and sustainability standards. Specifically, this certification evaluates buildings in relation to the following criteria, which must be met to obtain certification: energy and water efficiency (both in the construction phase and when the building is in use), use of environmentally friendly materials and resources and innovation in the design process.

Offices designed with ESG criteria to have a positive impact on people and the environment

WELL Certification (Worker Health and Wellness)

The WELL certification obtained by Cellnex is awarded to those offices that generate a positive impact on the health and well-being of workers. In this sense, Cellnex has had in mind the construction of bright spaces, pleasant environments and use of shades to generate a feeling of comfort and well-being. On the other hand, it has tried to create spaces that promote flexible, efficient and collaborative work through initiatives such as "Smart" working" and the "Desk sharing.

Promotion of the circular economy

To achieve climate neutrality, companies must not only decouple their activities from burning fossil fuels; they also need to extend the life cycle of their products, as well as treat waste properly.

Under these principles the term **circular economy** is born, a term which is understood as that model of production and consumption that allows the extension of the life cycle of the products, from sharing, reuse, repair, and recycling for as long as possible. Thus, the circular economy aspires to replace the linear production model, which based on the intensive use of raw materials for the manufacture of products, which are consumed and not recovered.

Cellnex is committed to carrying out projects that promote a circular economy

Since its inception, Cellnex has integrated the principles of the circular economy into its business model, based on **infrastructure sharing**, promoting a more efficient and sustainable use of resources.

In addition, aware of the importance of continuing to advance in this area, in 2021 Cellnex has carried out 2 activities, in favor of a circular economy:

Project "BATMAN"

In line with its commitment to promote a sustainable business model, at the end of 2020 Cellnex Italia initiated a process of identifying strategic suppliers, with the aim of jointly addressing common challenges towards more sustainable models. Thus, Cellnex Italia identified its strategic supplier SIRTI, responsible for battery storage and installation, with the aim of promoting circular economy solutions.

Cellnex Italia works with its suppliers to promote a circular economy

In this way, the project "**BATMAN**" refers to the use of batteries, aware that today the process follows a linear model. In this sense, Cellnex Italia aims to "close the circle", based on a controlled waste management, recovering the raw materials that will be reused and introduced back to the national market. The objective is that 80% of the material is framed within the concept of circular economy, from working with SIRTI and other local suppliers.

Use of resources

In 2021, after the inauguration of the offices of the Llevant Tower, there was a lot of furniture from the old offices that, following the traditional model of linear economy, we at the end of their useful life. Faced with this situation, and in line with its commitment to promote a circular economy by extending the life cycle of products, Cellnex decided to give them a second useful life.

The Cellnex Foundation has collaborated with La Nau for the reuse of materials

To this end, the Cellnex Foundation has collaborated with the "Association Cívica La Nau", to reuse more than 1,500 pieces of furniture, including tables, chairs and cabinets. La Nau is a non-food product bank that fights poverty and social exclusion by facilitating the relationship between socially responsible companies and social entities.

BIODIVERSITY

Preservation of biodiversity and natural spaces

Protection and conservation of biodiversity

Biodiversity is of paramount importance for the sustenance of life in general and for business activity in particular. This relevance is understood from reflecting on what biodiversity is and what services it provides us:

Stopping the degradation of biodiversity is one of the main objectives that companies must address

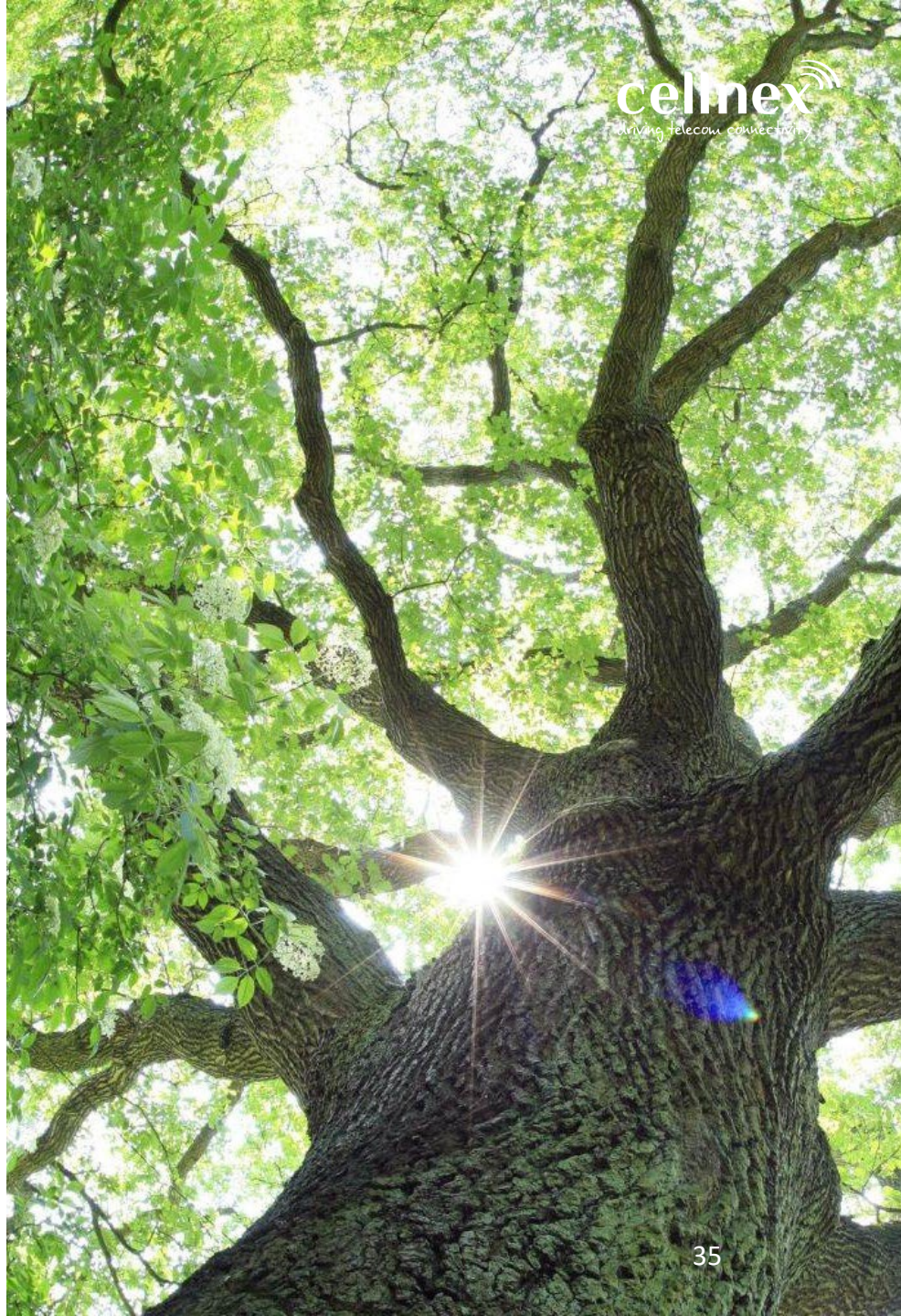
Biodiversity is the extraordinary variety of life on Earth, from the variety of animal, plant and mineral species to the set of landscapes and ecosystems. Humans are part of this web of life, and we are completely dependent on it. Biodiversity provides us with food, filters the water we drink, supplies the air we breathe and regulates the climate in which we live. That is why **curbing its degradation is one of the main objectives that companies must address to ensure the development of their activities and society as a whole.**

Cellnex integrates biodiversity into its Strategic Sustainability Plan

Given this context, Cellnex incorporates within its sustainability strategy the pillar of "Natural Spaces and Biodiversity", with the aim of preserving the natural spaces in which the activity takes place, minimizing environmental impacts.

In addition, Cellnex has a global Biodiversity Management Procedure, with the purpose of defining the methodology and lines of action on which all business units must develop their operations for the preservation of biodiversity.

To this end, Cellnex works to identify its impact on the natural environment through various global and local tools, as well as carries out several initiatives related to the protection, improvement and respect of avifauna habitats and the reduction of the risk produced by electromagnetic emissions.



Protection and conservation of biodiversity

Natural Capital Project

According to the "Nature Capital Coallition", natural capital is another term to refer to the inventory of renewable and non-renewable natural resources that, combined, provide service to people. For companies, **analyzing and integrating natural capital into their strategy is a key step to make better management and conservation decisions for natural assets**.

Thus, following its commitment to protect and conserve biodiversity, in 2021 Cellnex has started the Natural Capital project, with the aim of monetizing the company's interactions with biodiversity and natural spaces, being the first step to identify the impacts and dependencies of Natural Capital.

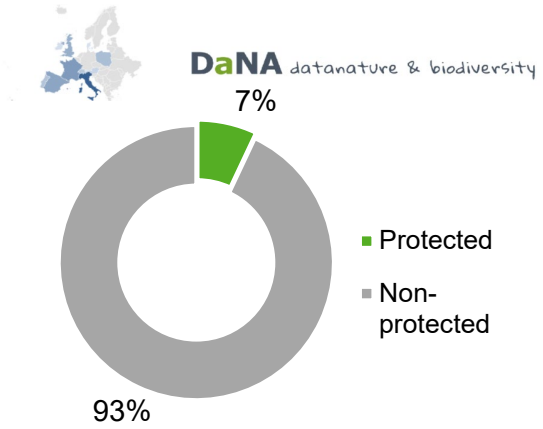
In 2021 Cellnex has started the Natural Capital project

As a first phase, in 2021 Cellnex received extensive training on the theoretical basis of natural capital, international reference frameworks, public and private initiatives at the voluntary and legal level, as well as tools, implications for Cellnex and steps to follow. During the next two phases, which will take place during 2022, the materiality of natural capital for Cellnex's business will be analyzed and defined objectives and an action plan to integrate natural capital and reduce the impact on biodiversity.

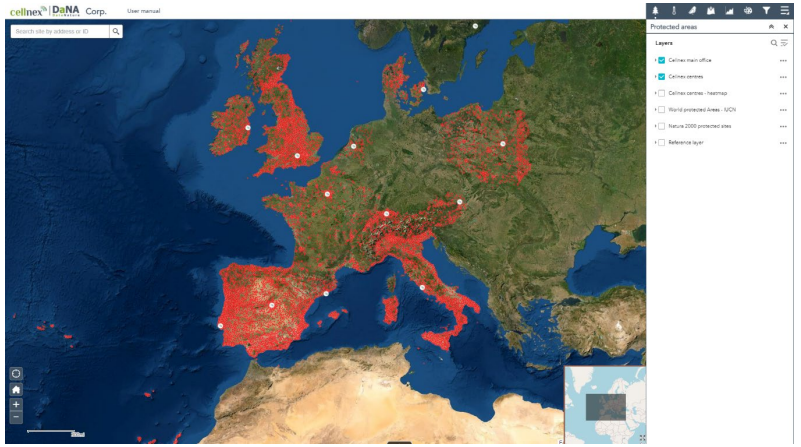
Program DaNa

Cellnex identifies those sites located in protected areas through the Range. During 2021, work has been done to increase the accuracy of the tool, adding information on the typology of protected areas beyond the Natura 2000 Network. To define and classify the location of sites in protected areas, the categories of the IUCN (International Union for Conservation of Nature) have been used as a reference.

5,806 sites located in protected areas globally



In addition, climate scenarios have been incorporated into the tool in order to identify the effects of climate change on sites and mitigate risks.



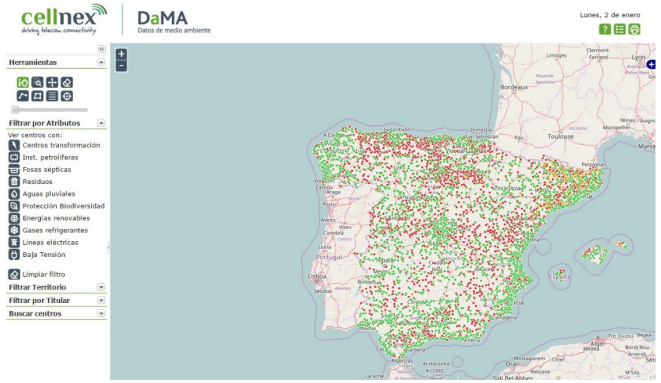
	Sites analysed*	Unprotected	Protected	% of sites in protected areas
Austria	3.189	2.880	309	10%
Denmark	1.351	1.320	31	2%
France	12.399	11.678	721	6%
Ireland	1.774	1.723	51	3%
Italy	21.663	20.581	1.082	5%
Netherlands	769	681	88	11%
Poland	6.911	6.069	842	12%
Portugal	5.958	5.443	515	9%
Spain	10.733	9.527	1.206	11%
Switzerland	5.308	5.237	71	1%
UK	9.236	8.346	890	10%
Cellnex Total	**79.291**	**73.485**	**5.806**	**7%**

*Sites in Sweden will be analysed from 2022

Protection and conservation of biodiversity

Program DaMa

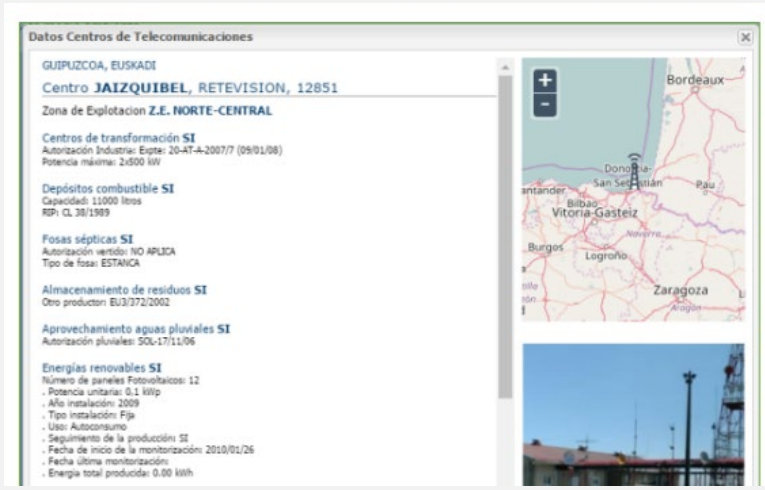
Cellnex Spain developed the **program DaMa** (Environment Data server) for the purpose of identifying the areas declared for protection by the country and matching them with the sites. The tool provides an additional value of a global nature since the scope of the analyzed information is greater. It shows a very wide level of detail and range of protected areas, from figures of European and global interest, through a regional and national level.



DaMA Datos de medio ambiente

62% of Cellnex Spain sites have been identified and categorized in protected areas

Example of the information associated with a site



The map server of data related to the environment, Desire, presents geographic information while allowing direct consultation of associated regulations and providing information of interest. Among the tools for consulting information available, the one on the existence of waste storage facilities, oil facilities, climate equipment and biodiversity protection figures, among others, stands out.

In addition, the tool is enabled to provide different cartographic layers to specify the types of protected spaces that are of interest, as well as protection of fauna, protection of flora or avifauna collision.

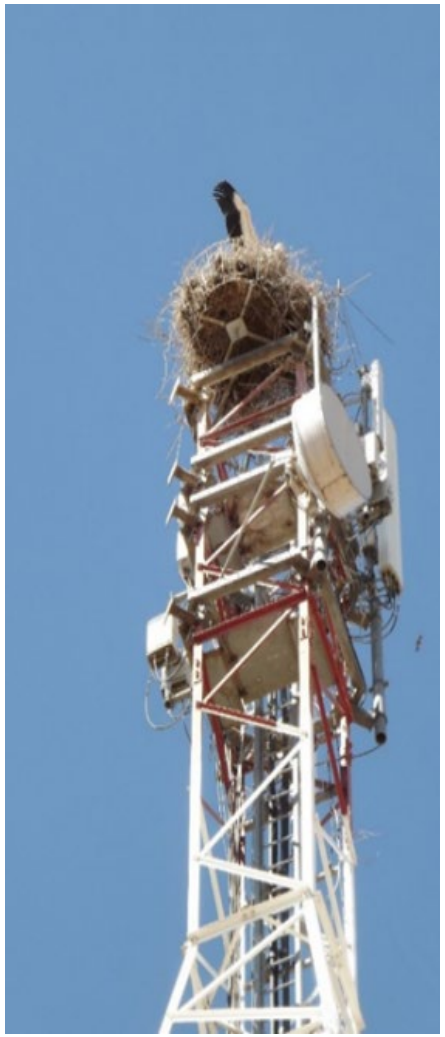
SALEM Tool

S·A·LE·M

The international tool (SALEM) available to Cellnex allows it to be up to date with environmental legislation, occupational risk prevention and industrial safety applicable to different subsidiaries and countries. In this way, the tool facilitates compliance with all the legislation to be taken into account by the organization in biodiversity, quality, safety and health, energy, etc. Cellnex introduces the tool to employees of its various subsidiaries through training and awareness sessions.

Preservation of natural spaces

Cellnex ensures the preservation of biodiversity through innovative solutions



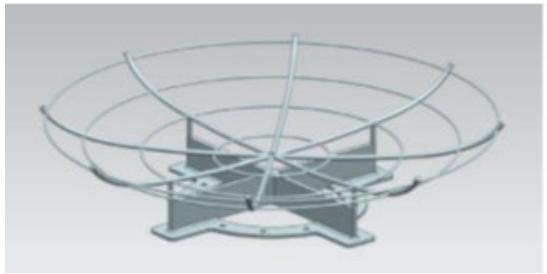
Innovation of the stork nests located in the communication towers

In February. the birds that seek to nest coincide in several of the locations of the Cellnex sites, remaining in them for up to 9 months. During this period, the administrations prohibit access to the sites, as they are protected species that cannot be disturbed in the nesting periods. In addition, during this period, there is a risk of falling nests, which can weigh between 80 and 100Kg.

Thus, the initiative of the production of metal nests for birds was born in order to be able to continue exercising maintenance and operation tasks in the communication towers safely and without having any effect on the nests of the storks., promoting the conservation of these species.

It is planned to implement this solution in around 200 sites in Spain.

By integrating metal support structures to the nests in the towers themselves, the risk of falling nests is reduced and it is avoided having to remove them every year.



Environmental risk assessmentss at sites in forest areas

In Ireland, around 300 Cellnex sites are located in forest areas owned by the state-owned forestry company Coillte. For the preservation of these areas, there is an Environmental Policy on management and operation, agreed with Coillte. Specifically, depending on the type of activity and the terrain, the Policy presents a series of additional obligations, such as the execution of environmental risk assessments, including an identification of risks and mitigation measures to avoid impacts.

Thus, Cellnex Ireland trains its relevant employees and contractors in environmental risk assessments and has an environmental risk assessment checklist.

Protection of habitat and biodiversity

Cellnex Portugal has several procedures in place to reduce the impact that its telecommunications infrastructures can have on biodiversity. In order to conserve and restore natural habitats and species, the Decree-Law number 49/2005 protects the habitat and imposes the management and control of species. There is also the Decree-Law number 11/2003 describing a procedure that includes an assessment of environmental aspects to obtain a license to operate in one new area.

Cellnex Portugal contributes to reducing the impact on biodiversity through continuous maintenance inspections. In the case of finding stork nests in towers, there is an intervention management system that is evaluated and authorized by the Institute for the Conservation of Nature and Forests (ICNF).

Electromagnetic impact mitigation

Cellnex recognizes that exposure to electromagnetic fields from its telecommunications towers can have an impact on the environment and people's health. In accordance with the European Electronic Communications Code and the local legislation of the countries in which it operates, Cellnex complies with the established limits of electromagnetic emissions.

Cellnex collaborates with research associations and expert groups on electromagnetic emissions.

In addition, Cellnex has an internal multidisciplinary working group made up of employees from different functional areas in all countries that coordinate Cellnex's approach to electromagnetic field (EMF) problems.

Collaboration between Cellnex Ireland, IBEC and EP

Ireland undertakes various initiatives to report on electromagnetic impacts. Together with IBEC (Confederation of Employers and Employers of Ireland) they have produced a brochure with frequently asked questions about 5G, as well as a fact sheet on COVID-19 and 5G. He has also collaborated with the EPA (Environmental Protection Agency) to produce a public fact sheet on 5G.

Collaboration between Cellnex Spain and Digital

Digital, the Spanish Association for Digitalization, is dedicated to carrying out activities related to radio broadcasts. Cellnex Spain works with them to ensure legal compliance and devise improvements in the impact of 5G emissions.

National Registry of Radio Frequency Workers

In the United Kingdom, the National Register of Radio Frequency Workers was established in 2002, a database that allows exploring the possible health effects of people potentially exposed to radiofrequency above the recommended limits. Cellnex UK is in the process of becoming a member of the National Register of Radio Frequency Workers. In addition, it has radio frequency experts such as Karina Beeke, on its staff. Beeke is a member of ITU-R WP6A, the group of rapporteurs dealing with radio frequency exposure.

Collaboration between Cellnex Italia and Asstel

Cellnex Italia contributes to Asstel, a branch specialized in the FTA ecosystem within the Italian Association of Industrial Companies (CONFINDUSTRIA). With the cooperation of universities and research institutes, they work to build a solid knowledge base on EMFs and 5G and how to respond to criticism of negative impacts.

The Swiss Foundation for Research on Electricity and Mobile Communications

In Switzerland, Cellnex collaborates with the WFTU (Swiss Foundation for Research on Electricity and Mobile Communications), a non-profit foundation whose objective is to promote scientific research on the possibilities and risks of electric and radio energy technologies that produce and use electromagnetic fields. The WFTU also publishes research results in scientific bodies and deals with their dissemination. In addition, Cellnex Switzerland is part of a working group on mobile communications and radiation created by the Swiss Department of Environment, Transport, Energy and Communications (DETEC). As a member, Cellnex contributes to shaping the future development of the mobile network in the country.

IMPACT

Growing with an impactful purpose

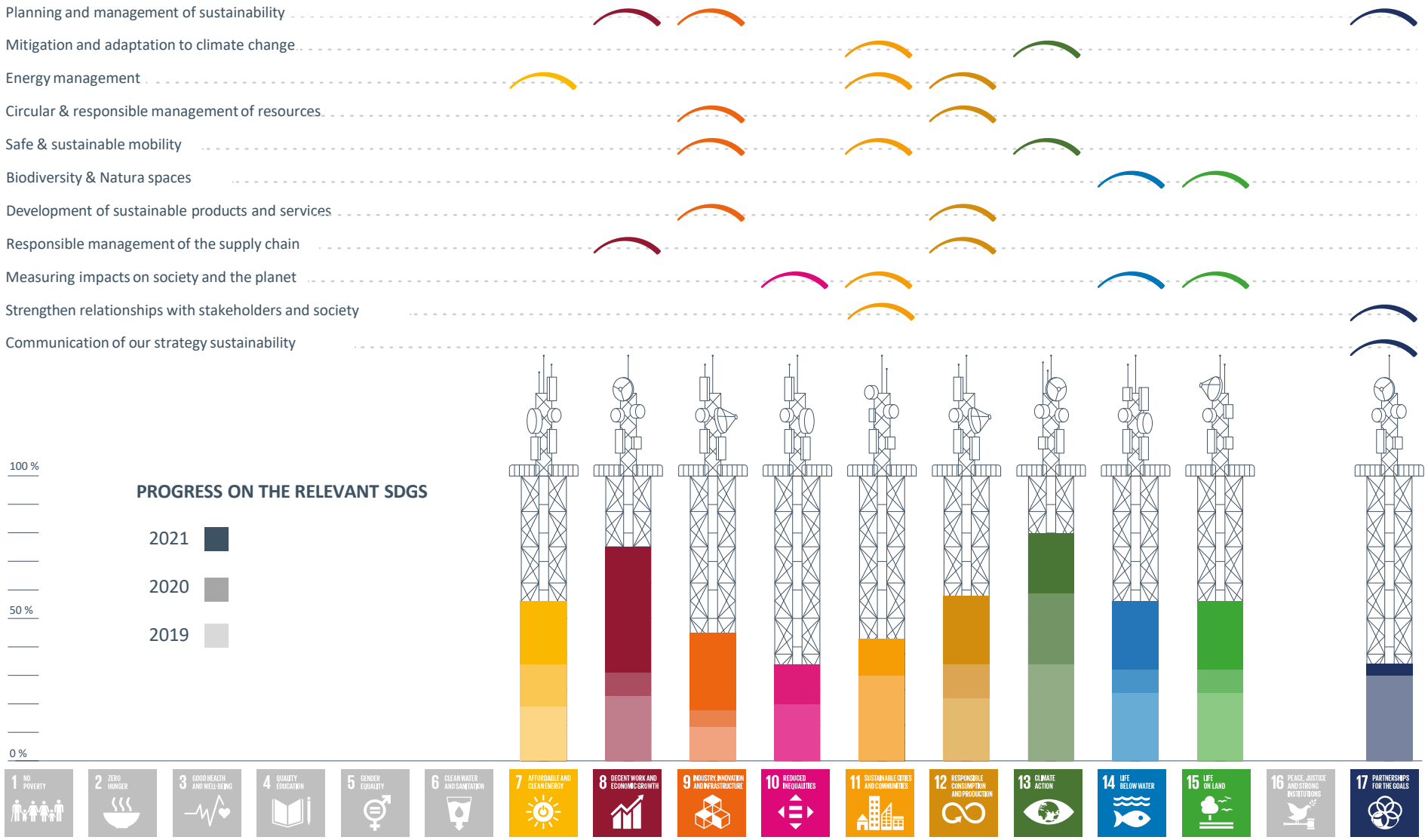
Impact from contribution to the SDGs

In 2021, Cellnex has worked to **align its Strategic Sustainability Plan with the SDGs**, thus quantifying Cellnex's contribution to sustainable development.

To do this, following the Guide "SDG Compass", Cellnex has prioritized the most relevant SDGs on which it has the greatest capacity to impact and contribute, **establishing indicators and contribution objectives aligned with the achievement of the Strategic Sustainability Plan for each business unit**. In this way, action on the SDGs is integrated into the company's strategy.

The following figure reflects how Cellnex **advances the contribution to the SDGs**, and how these relate to each of the strategic lines (marked with an arc).

In 2021, Cellnex has achieved a % contribution to the SDGs in its sustainability plan of 54%



Cellnex support(s) the Sustainable Development Goals

Value chain

The purchasing process has a great economic, environmental and social impact on the overall activity of the organization. To this end, reflecting its commitment to the value chain, Cellnex has a Purchasing Policy, which defines the basic principles that the group must take into account (integrity, transparency, quality, ethics, respect for the environment), as well as a new code of conduct for suppliers, informing suppliers of corporate policies and values to reinforce their compliance,

In 2021, a new model has been defined for the analysis and evaluation of the risk associated with suppliers

In 2021, within the framework of the ESG Master Plan, a project has been initiated to redefine the strategic purchasing model, including ESG factors and the definition and identification of critical suppliers.

Cellnex carries out a procedure for the evaluation and selection of suppliers

Thus, to ensure that the company undertakes the purchasing process and suppliers adhere to the ESG criteria promoted by Cellnex in the various policies and procedures, annual evaluations are carried out to monitor their compliance.

CDP Supply Chain

In 2021, for the fourth consecutive year, the CDP Supply Chain questionnaire was launched to suppliers. CDP evaluates Cellnex's value chain in terms of emissions and environmental behavior. These assessments make it possible to increase the transparency and credibility of suppliers in environmental criteria. In addition, it allows the monitorization of the evolution annually and the detection of a supplier's critical points to create a mitigation plan.

To encourage suppliers to participate, a series of trainings were held during the year. These sessions were used to explain the importance of their collaboration in the CDP survey and to provide support in the information and resources necessary for it.

With 178 participants in 2021 (5% more than in 2020), it has been possible to improve the score from an A- to an A, positioning itself as a reference.

In 2021 Cellnex obtained an A in the CDP questionnaire Supply Chain

As a Supplier Engagement Leader, we're taking action to measure and reduce environmental risks within our supply chain

EcoVadis

It is also important to take into account other ESG factors such as social criteria, risks, quality, compliance and information security when selecting, approving and evaluating the impact of suppliers. To this end, we have continued to work with EcoVadis to identify the suppliers with the highest risk and jointly define an action plan that is in line with Cellnex's strategic objectives. If it does not improve its performance, Cellnex may terminate its business relations with the supplier.

In 2021, a total of 489 suppliers were evaluated based on environmental criteria, 257 on their potential environmental impact, 402 on social criteria and also 402 on their impact on labor practices. No negative environmental impacts were identified after the results.

Cellnex sets goals to extend its environmental commitment to suppliers:

80%
of audited critical suppliers for **2025**

100%
critical suppliers approved considering ESG criteria for **2023**

Positive impact on society

Project with Ambientech

In 2021, Cellnex has continued to collaborate with the educational portal Ambientech, participating in educational trainings **"The climate emergency", "The circular economy" and "The Smart Green Planet"**. Thanks to the collaboration with Cellnex, these trainings are free and open access. In addition, in 2021 Cellnex has extended the program with the translation of the material into English, disseminating the contents to more than 10 non-Spanish-speaking countries.

"The Climate Emergency"

554.454

Visits that the portal received, in more than 20 countries

"The Circular Economy"

178.797

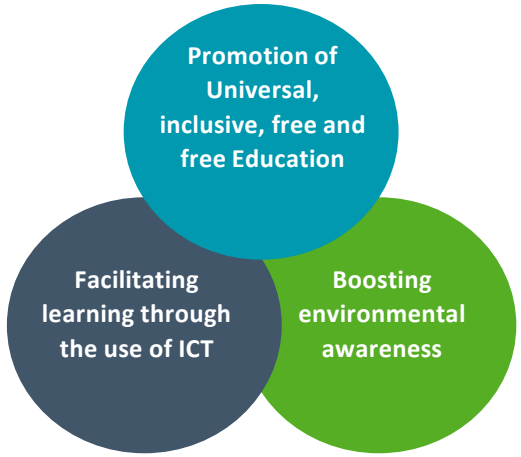
Visits that the portal received, in more than 20 countries

"The Smart Green Planet"

24

Schools that participated, both from Spain and Latin America

Benefits of participating in the educational program Ambientech



The Cellnex Foundation responds to the mission of promoting connectivity in a sustainable and inclusive way

Continuing with its mission to contribute positively to the society in which it operates, **Cellnex collaborates with other organizations, taking advantage of synergies and promoting new projects**.

To this end, the company has the Cellnex Foundation, conceived as a dynamic initiative at the service of people, with the aim of promoting a better connected and socially inclusive environment. Thus, the Foundation is based on 3 pillars of action: company programs, joint programs and corporate volunteering. In 2021, the following initiatives stand out:

Collaboration with Itarinatura

In collaboration with the company of nature and culture guides **ITARINATURE**, the Cellnex Foundation has organized a total of four outdoor outings for children with disabilities. Thus, this initiative has the objective to **promote social integration** of these children, as well as promoting both affective communication and physical condition and their coordinating capacity, **enjoying nature**, in addition to expanding knowledge and sensitizing them to the importance of taking care of it. Toxic and edible plants and different birds could be identified, such as crows, crows, magpies, sparrows, mallards and bastard nightingales.

Cellnex Bridge

Cellnex has launched its first acceleration program for social impact startups, aligned with promoting a socially inclusive environment. Thus, the accelerator "Cellnex Bridge" has the following objectives:

- Building universal digital capacity
- Promoting talent and innovation
- Reducing social inequality
- Improve quality of life and sustainability

The EU Taxonomy of Sustainable Finance

Context and obligations

With the aim of achieving climate neutrality by 2050, the EU has the tool known as "**sustainable finance**", as a way of taking ESG factors into account in investments.

Taxonomy establishes a common language for sustainable finance

One of the pieces of regulation linked to this sustainable finance plan is the so-called **European Taxonomy Regulation 2020/852**, which aims to establish a common language for sustainable finance through a unified EU classification system defining sustainable activities.

Thus, the Taxonomy Regulation establishes that **for an economic activity to be considered sustainable, it must contribute to at least one of the following environmental objectives and not adversely affect another**:

- **Mitigation and adaptation to climate change**
- Sustainable use and protection of water resources
- Transition to a circular economy
- Pollution prevention and control
- Protection and restoration of biodiversity

The Taxonomy Regulation requires companies to disclose the proportion of their activities that contribute to the achievement of climate objectives

Results- eligible activities and eligibility percentages

Complying with the Taxonomy Regulations, **Cellnex has analysed for this year the proportion of its turnover and eligible investments according to the criteria defined in the delegated acts on mitigation and adaptation to climate change of the Taxonomy.**

Income- Activities eligible in the taxonomy	
Cellnex Business Unit	Activity
Datacenters	Data processing, hosting and related activities
Broadcast	Programming activities and broadcasting of radio and television
Us	Installation, maintenance and repair of instruments and devices

2.39% of 2021 turnover comes from eligible economic activities

CapEX- Eligible activities in taxonomy	
Investment item	Activity
New Offices	Renovation of existing buildings
Efficiency CapEX	Installation, maintenance and repair of instruments and devices
Efficiency CapEX	Installation, maintenance and repair of renewable energy technologies
Datacenters	Data processing, hosting and related activities
Broadcast	Programming activities and broadcasting of radio and television

1.48% of investments in 2021 correspond to eligible investments

The low percentages are due to the limited type of activities that the regulation contemplates in its delegated acts, especially for the digital sector, as it is not considered a sector of great impact.

For more information on the methodology used in the assessment of the eligibility of Cellnex activities see the annexes (pages 67, 68 and 69)

ANNEXES

I- Contribution to the SDGs

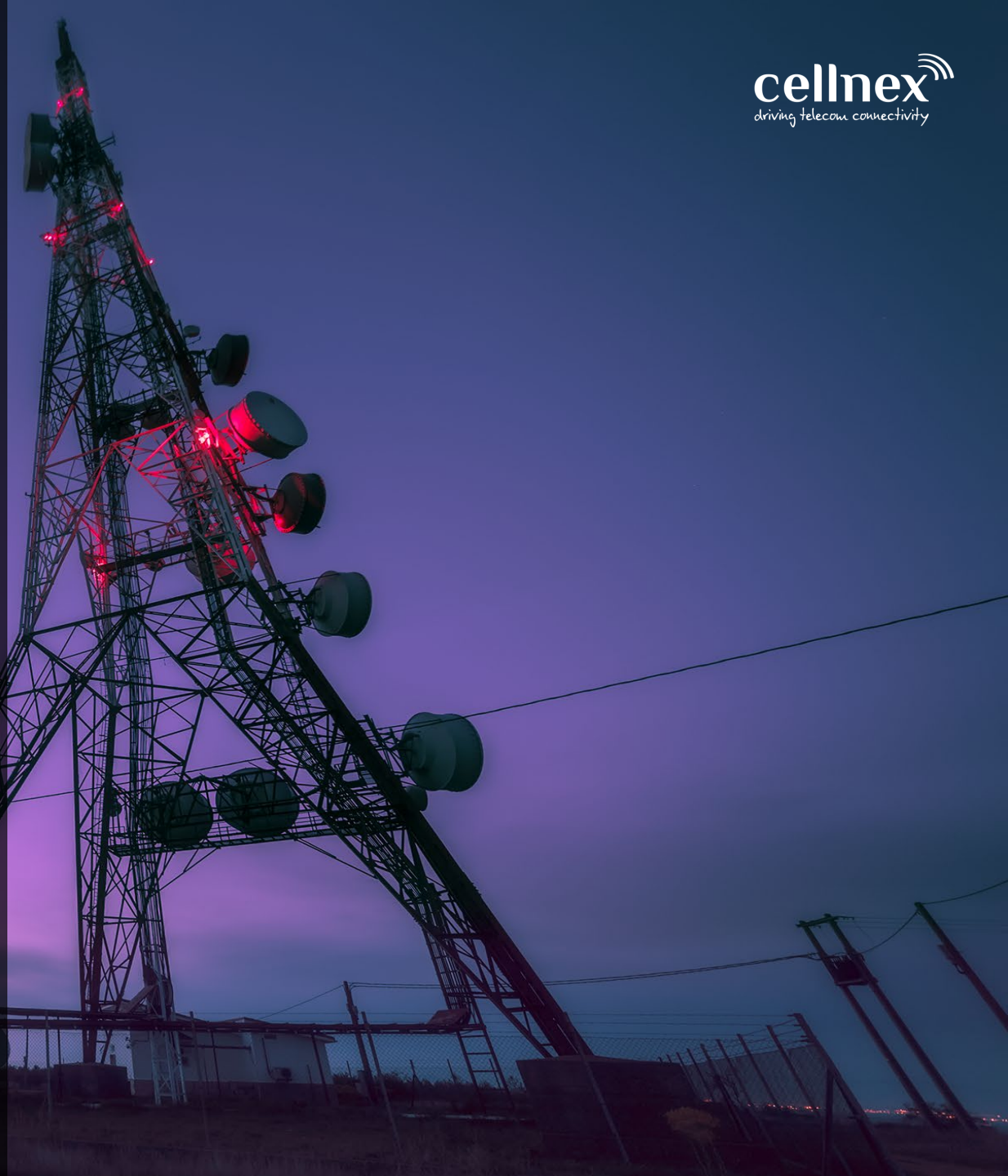
II - Certifications, policies and frameworks for action

III- Associations, memberships and recognitions

IV- Methodologies used: TCFD, Footprint, LCA, Taxonomy

V- Additional KPIs

VI- Verification of this document



I. Contribution to the SDGs

For each SDG that qualifies as relevant, Cellnex works to detail the following information: **Goals** to which it contributes, **business units** to which the objective applies, the relationship with the **strategic lines** of the Strategic Sustainability Plan and the **associated actions** and the **annual progress** to date.

OBJECTIVE 7 AFFORDABLE AND CLEAN ENERGY

Energy is the main contributor to climate change, accounting for around 60% of all global greenhouse gas emissions.

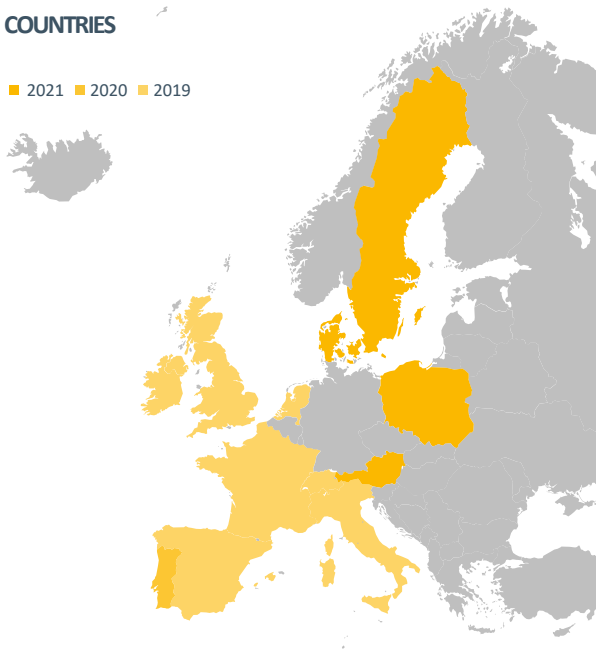
In 2021, Cellnex has launched the Energy Transition Plan, with the aim that all the group's energy will come from renewable sources by 2025

GOALS

7.2 By 2030, significantly increase the share of renewable energy in the energy mix

7.3 By 2030, double the global rate of improvement in energy efficiency

COUNTRIES



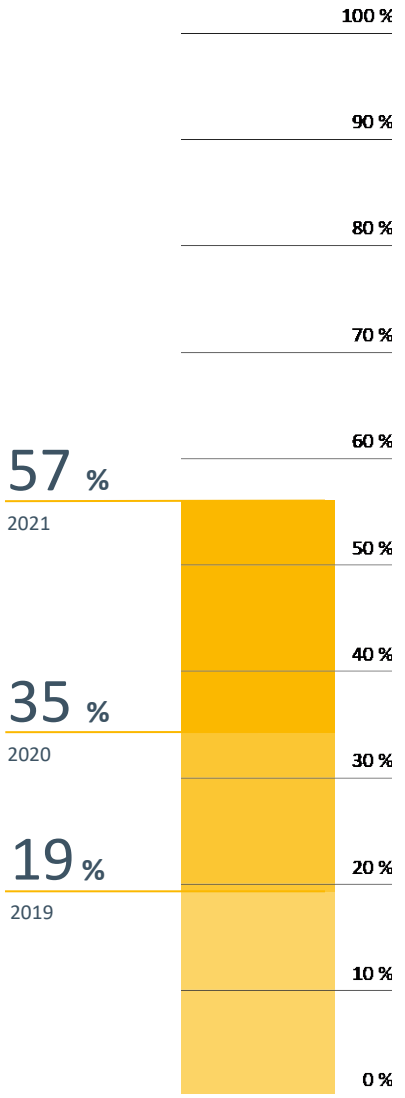
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L3. Energy management	◠	◠	◠

ACTIONS

To date, in relation to the goal of achieving a 100% renewable electricity supply by 2025, Cellnex has launched the **Energy Transition Plan**, going from 0% to a **40.5% renewable electricity supply**. Thus, this percentage will continue to increase, from the provision of green energy in electricity supply contracts, through the **Guarantees of Origin (GdO)**. In addition, in Cellnex Spain energy efficiency measures are applied, which are expected to be extended to other countries from the improvement in the monitoring of consumption. Finally, Spain has the **ISO 50001 certification**, which is expected to be extended to the rest of the countries based on the improvement in the management system.

ANNUAL PROGRESS



Cellnex support(s) the Sustainable Development Goals

cellnex
driving telecom connectivity

OBJECTIVE 8
DECENT WORK AND ECONOMIC GROWTH

Poverty eradication is only possible through stable, well-paid jobs. The number of jobs needed each year for people entering the labour market to keep pace with the growth of the world's working-age population stands at 30 million.

Cellnex is committed to developing its activity in a coordinated and sustainable way in all the countries in which it operates, respecting the labor rights of both its workers and external collaborators.

cellnex driving telecom connectivity

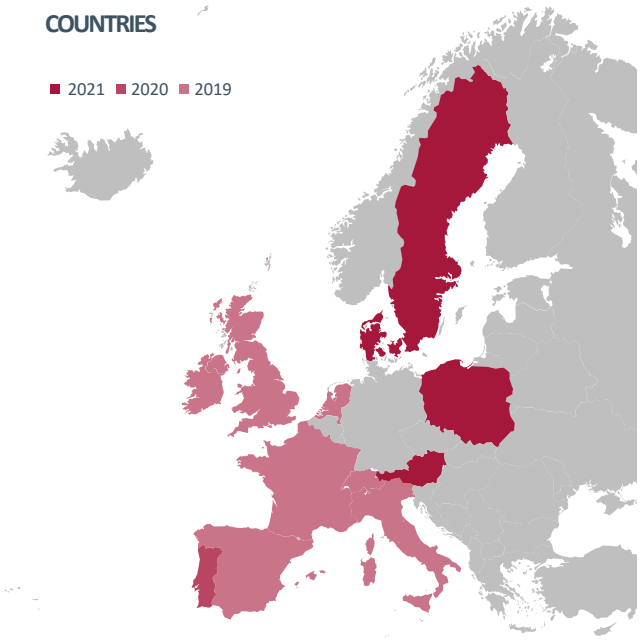
Cellnex support(s) the Sustainable Development Goals

GOALS

8.4 Progressively improve, by 2030, the efficient production and consumption of the world's resources and seek to decouple economic growth from environmental degradation.

8.8 Protect labour rights and promote a safe and secure working environment for all workers

COUNTRIES



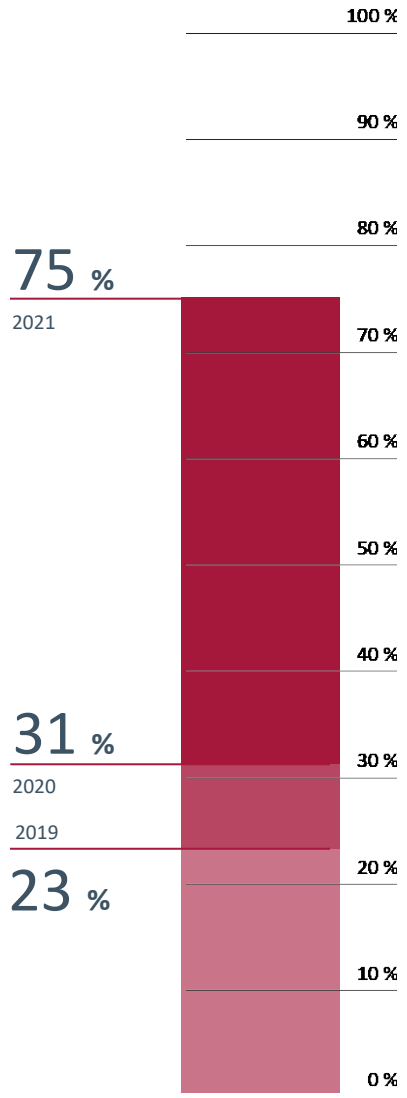
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L1. Planning and management of sustainability			
L8. Responsible management of the supply chain			

ACTIONS

Cellnex has an Integral Management System, which integrates ISO 9001, 14001 and 45001 certifications. In relation to the environmental field, in 2021 **Cellnex has integrated 5 business units into the Environmental Management System, with the expectation of doing so for the rest in 2022**. On the other hand, Spain and Italy already have ISO 14001 certification. Regarding the development of sustainable activity, Cellnex has identified the climate risks and opportunities derived from its activity, in line with the recommendations of the **TCFD**. Finally, in relation to the respect of the rights in its value chain, Cellnex has a **Code of Conduct**, which all suppliers must respect. In addition, Cellnex encourages its suppliers to participate in the questionnaire **CDP Supply Chain**, as well as conducts training webinars for them.

ANNUAL PROGRESS



OBJECTIVE 9
INDUSTRY INNOVATION AND INFRASTRUCTURE

Economic growth, social development and action against climate change depend heavily on investment in infrastructure, sustainable industrial development and technological progress.

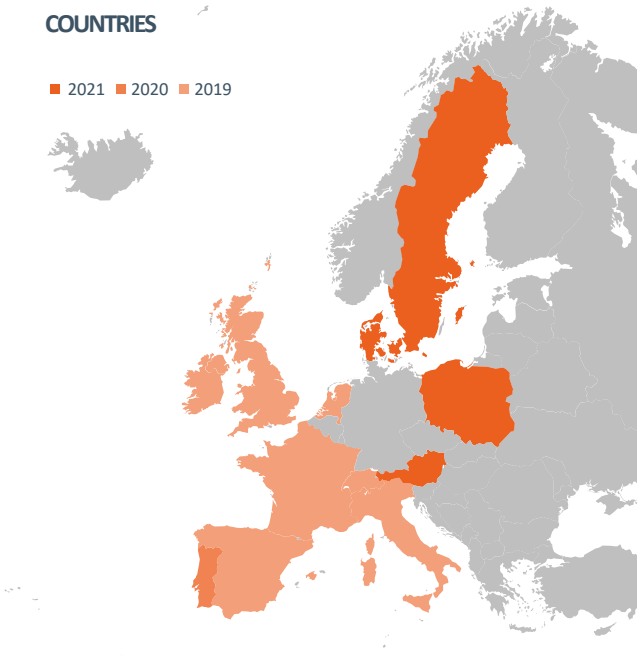
Cellnex works to increase the resilience of its facilities, incorporating environmental criteria. In addition, the company is committed to reducing the digital divide through the deployment of 5G infrastructures in rural areas.

Cellnex support(s) the Sustainable Development Goals

GOALS

9.4 By 2030, modernize infrastructure and reconvert industries to be sustainable, using resources more effectively and promoting the adoption of clean and environmentally sound industrial technologies and processes, and getting all countries to take action according to their respective capabilities

COUNTRIES



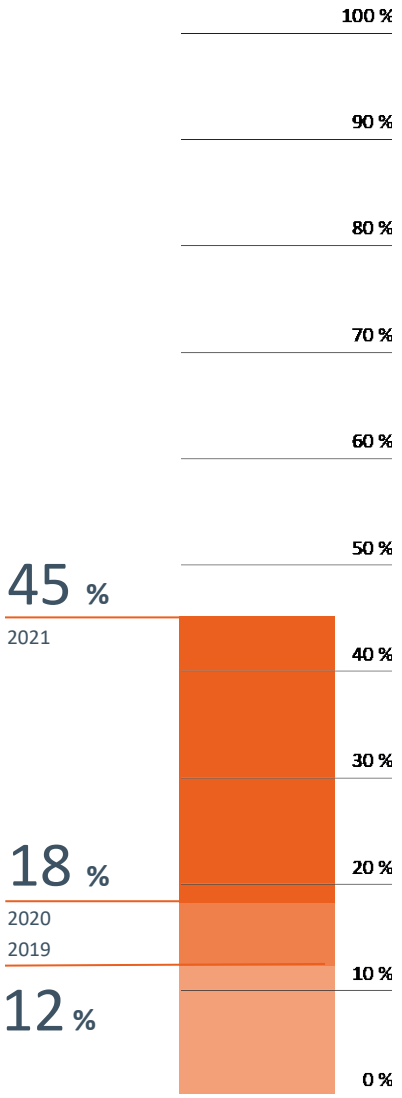
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L1. Planning and management of sustainability	⌒	⌒	⌒
L4. Responsible and circular Management of resources			⌒
L5. Safe and sustainable Mobility			⌒
L7. Development of sustainable products and services			⌒

ACTIONS

In relation to the resilience of its facilities and operations, Cellnex has an **Integrated Management System** (see details in the actions on the previous page). In addition, following this line, in 2021 the **TIS ecodesign Project was started** in order to encourage the incorporation of environmental criteria in the company's operations and facilities. On the other hand, Cellnex has visibility over the waste generated in its operations, as well as **promotes proper waste management of its subcontractors**. Finally, being aware of the importance of reducing its carbon footprint, Cellnex will encourage its business units to adopt **improvements in their vehicle fleets**, making them more sustainable.

ANNUAL PROGRESS



OBJECTIVE 10
REDUCTION OF INEQUALITIES

Inequalities threaten long-term social and economic development, affect poverty reduction and destroy people's sense of fulfillment and worth. That is, sustainable development cannot be achieved if any part of the world's population is excluded.

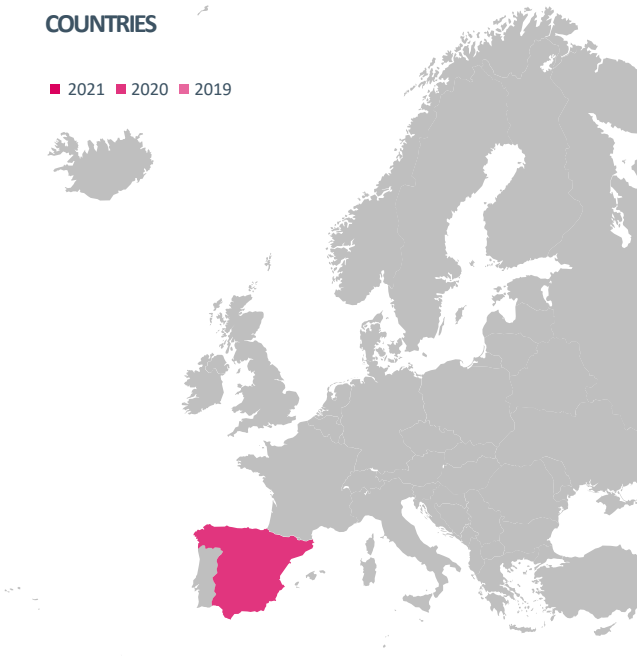
Cellnex is committed to addressing inequalities by identifying the impact of its activity on society and the planet.

Cellnex support(s) the Sustainable Development Goals

GOALS

10.3 Ensure equal opportunities and reduce inequality of outcome, by eliminating discriminatory laws, policies and practices and promoting appropriate legislation, policies and measures in this regard.

COUNTRIES



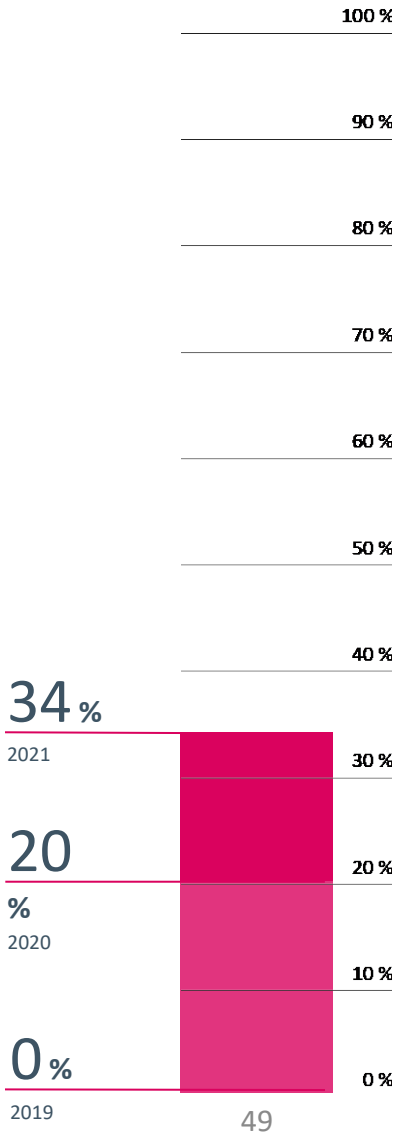
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L9. Measuring impacts on society and planet		⌒	⌒

ACTIONS

Cellnex is aware that reducing inequalities passes, in the first instance, by measuring the impacts that the company has not only on society, but also on the planet. Thus, based on this identification of impacts, Cellnex will take the necessary measures to address and reduce inequalities. Thus, first of all, in 2021 the **Natural Capital project**, with a first introduction to the subject. On the other hand, Cellnex is developing a project for the **follow-up to the Strategic Sustainability Plan**, which will allow you to see the degree of progress of each business unit.

ANNUAL PROGRESS



OBJECTIVE 11
SUSTAINABLE CITIES AND COMMUNITIES

Given that half of the population already lives in cities, and taking into account that this ratio will continue to increase, it is of paramount importance that cities are inclusive, safe, resilient and sustainable.

Cellnex carries out the necessary studies to identify the risks that climate change poses to its facilities. In addition, the company will carry out a series of actions to make its facilities sustainable spaces.

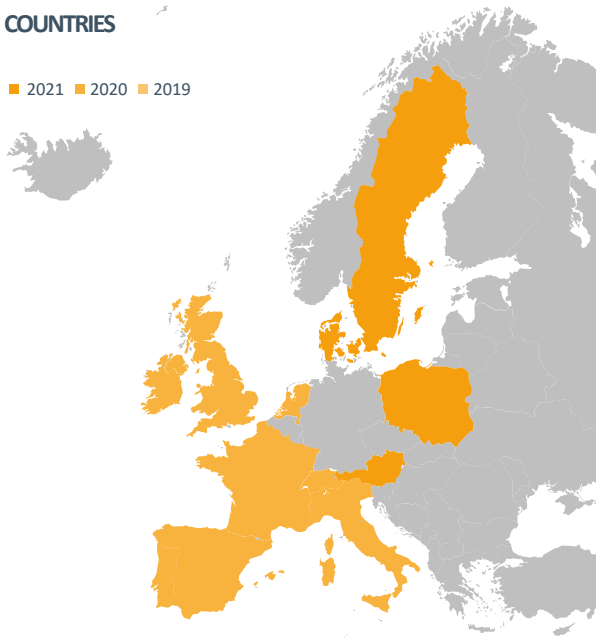
Cellnex support(s) the Sustainable Development Goals

GOALS

11.4 Redouble efforts to protect and safeguard the world's cultural and natural heritage

11.6 By 2030, reduce the negative per capita environmental impact of cities, including by paying special attention to air quality and municipal and other waste management

COUNTRIES



RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L2. Climate mitigation and change		⌒	⌒
L3. Energy management			⌒
L5. Safe and sustainable Mobility			⌒
L9. Measuring impacts on society and the planet		⌒	⌒

ACTIONS

To date, Cellnex has implemented a number of measures to foster an environmentally sustainable environment. First of all, the company makes use of the **climate scenarios**, which allow you to value your climate risks and opportunities in all your business units. Regarding mobility, Cellnex has designed a **Local Mobility Plan**, which will be applied in all business units, as well as is committed to **improve the fleet of your vehicles**. In addition, as detailed on the previous page, Cellnex has started in 2021 the Project **Natural Capital ecto**, and is working to parameterize the **degree of achievement of its Strategic Sustainability Plan**.

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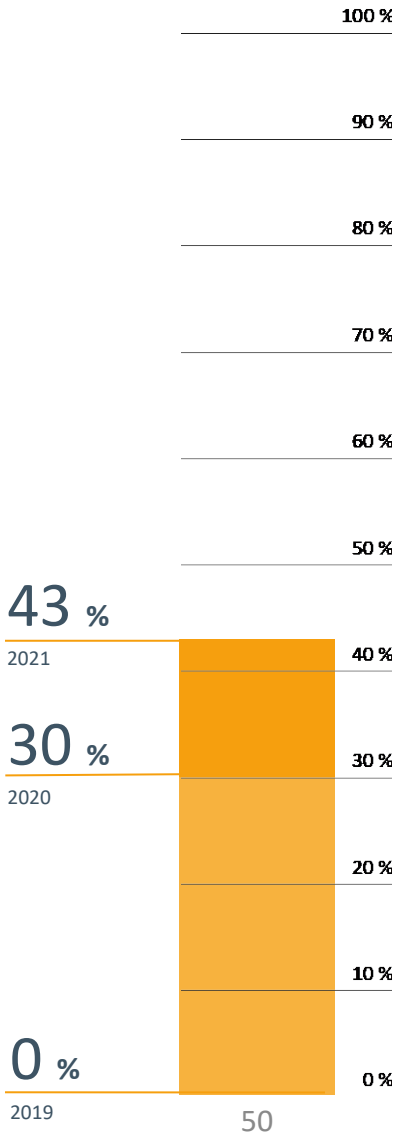


OBJECTIVE 12
RESPONSIBLE PRODUCTION AND CONSUMPTION

Promoting sustainable production and consumption patterns is essential to ensure that the world's population can access the planet's resources without causing irreversible damage to the environment.

Cellnex carries out studies to identify where the greatest impacts occur throughout its life cycle, applying the necessary measures to make its business model more sustainable and consume resources more efficiently.

Cellnex support(s) the Sustainable Development Goals

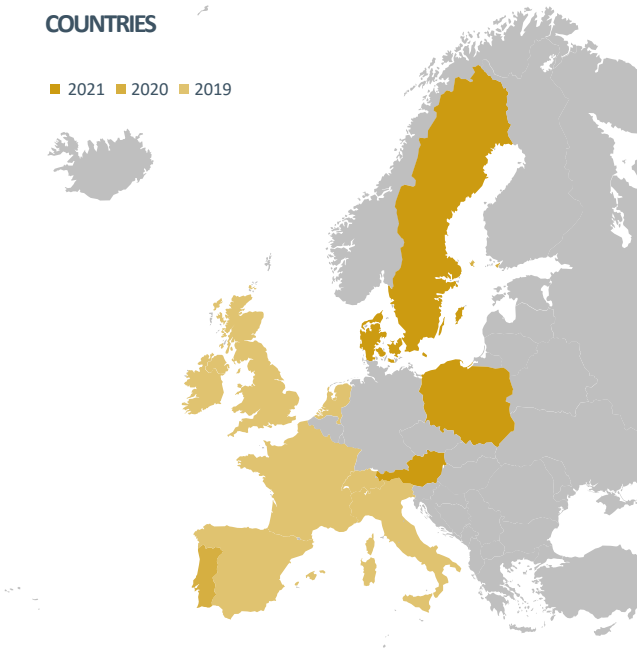
GOALS

12.2 By 2030, achieve sustainable management and efficient use of natural resources

12.5 Significantly reduce waste generation through prevention activities and 3R

12.6 Encourage companies to adopt sustainable practices and incorporate sustainability information into their reporting cycle

COUNTRIES



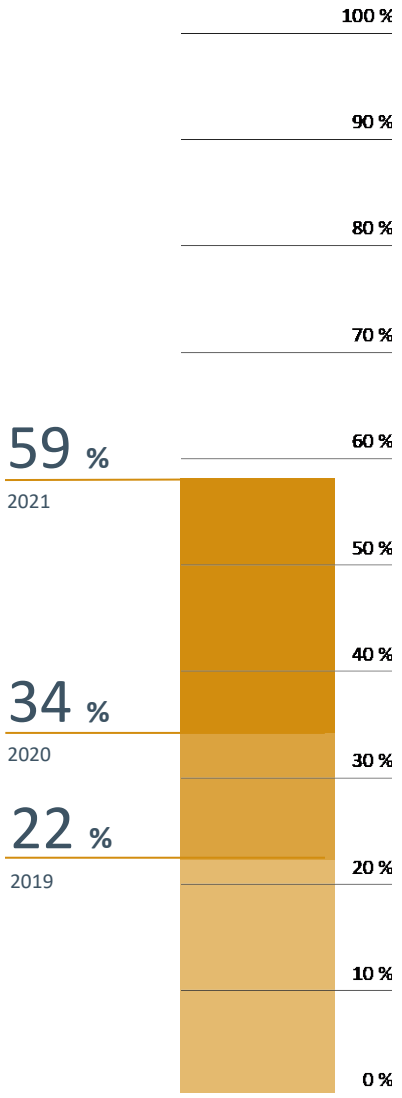
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L3. Energy management	⌒	⌒	⌒
L4. Responsible and circular Management of resources			⌒
L7. Development of sustainable products and services			⌒
L8. Responsible supply chain management	⌒	⌒	

ACTIONS

In terms of promoting responsible production and consumption, Cellnex has carried out a **ACV of its TIS business, and a project of ecodesign of TIS centers has begun**. Regarding the actions in its supply chain, Cellnex has launched a **Shopping Plan**, as well as has set a science-based target to **reduce emissions associated with service goods and capital goods by 21% by 2025**. Finally, today they apply **energy efficiency measures in Spain**, which is expected to be extended to other countries from the improvement in the monitoring of consumption

ANNUAL PROGRESS



OBJECTIVE 13
ACTION BY CLIMATE

Taking action to combat climate change and its effects is paramount to the further development of human activity.

Cellnex identifies the risks and opportunities that climate change poses to its activity. In addition, the company has set science-based emission reduction targets, with the aim of continuing to make progress towards achieving climate neutrality by 2050.

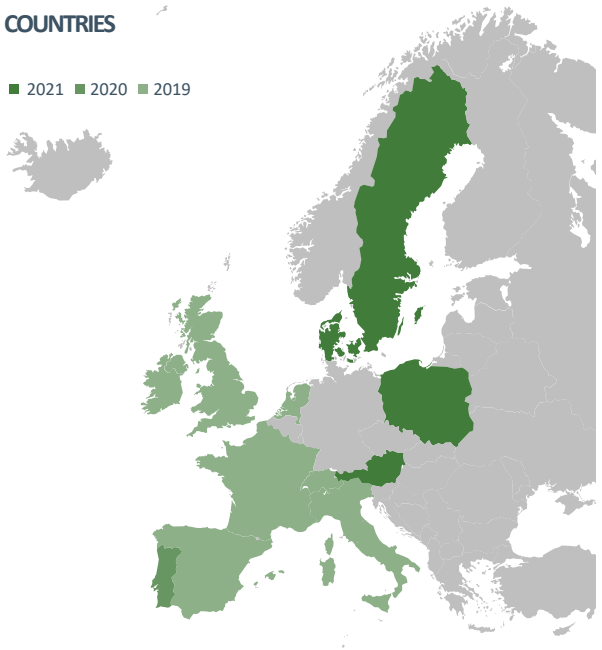
Cellnex support(s) the Sustainable Development Goals

GOALS

13.1 Strengthen resilience and adaptive capacity to climate-related risks and natural disasters in all countries

13.2 Incorporate climate change measures into national policies, strategies and plans

COUNTRIES



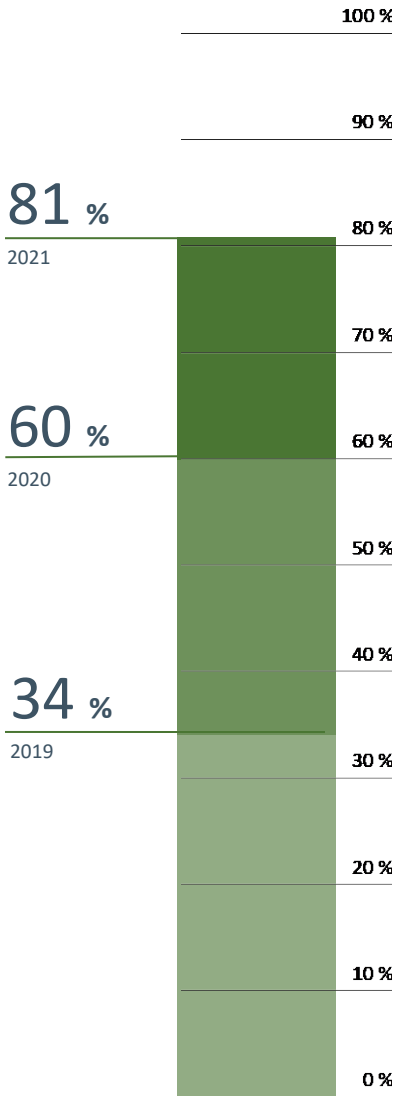
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L2. Mitigation and adaptation to climate change			
L5. Safe and sustainable Mobility			

ACTIONS

Cellnex is committed to taking action to combat climate change. First of all, **Cellnex's carbon footprint is certified according to ISO 14064**. Having precise control over its emissions, Cellnex established **3 emission reduction targets**, which were approved by the **SBTi** in 2021. In addition, continuing with this line, in 2021 **Cellnex has offset all its Scope 1 emissions**, and uses the **climate scenarios** with the aim of assessing its climate risks and opportunities. In the future, Cellnex hopes to be able to carry out a pilot test of a **Internal Carbon Price**, for which it has obtained a first proposal in 2021. Finally, in terms of promoting sustainable mobility, Cellnex has designed a **Local Mobility Plan**, which will apply to all business units

ANNUAL PROGRESS



OBJECTIVE 14
LIFE UNDERWATER

The oceans provide fundamental natural resources such as food, medicine, biofuels and other products. Thus, maintaining the health of the oceans helps in efforts to adapt to climate change and mitigate its effects.

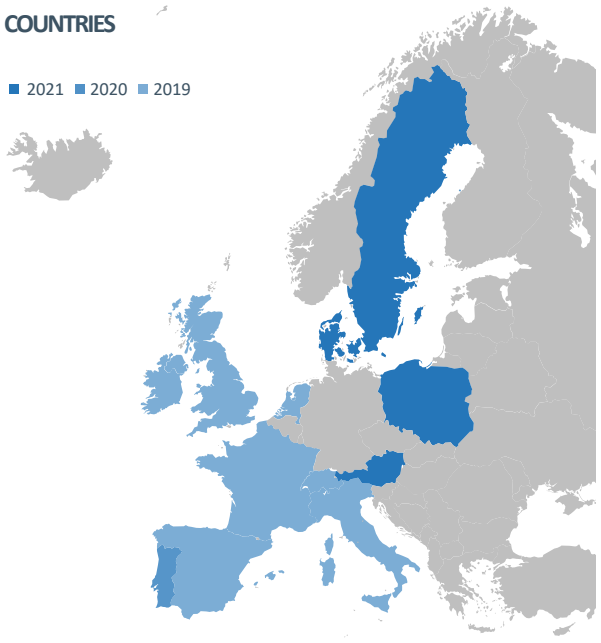
Based on its commitment to preserving marine biodiversity, Cellnex carries out the necessary measures to mitigate any negative impact on marine life.

Cellnex support(s) the Sustainable Development Goals

GOALS

14.2 Sustainably manage and protect marine and coastal ecosystems to avoid major adverse effects, including by strengthening their resilience, and taking steps to restore them to in turn restore the health and productivity of the oceans

COUNTRIES



RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L6. Natural areas and biodiversity			
L9. Measuring impacts on society			

ACTIONS

While Cellnex has more impact on natural spaces and terrestrial biodiversity, the company recognizes the importance of taking the necessary measures to protect marine ecosystems. Thus, from the tools **Range** and **Desire**, Cellnex identifies **those sites located in protected areas**. Based on this identification, Cellnex is committed to mitigating any impact on marine biodiversity. **Cellnex brings its knowledge and innovative solutions** (connectivity, wireless connection, intelligent systems) to those agents that are dedicated to the preservation of ecosystems and biodiversity. On the other hand, for the monitoring of the applicable legislation, Cellnex has the **SALEM tool**, applicable to all business units. Finally, Cellnex has started in 2021 the **Natural Capital project**, with a first introduction to the subject.

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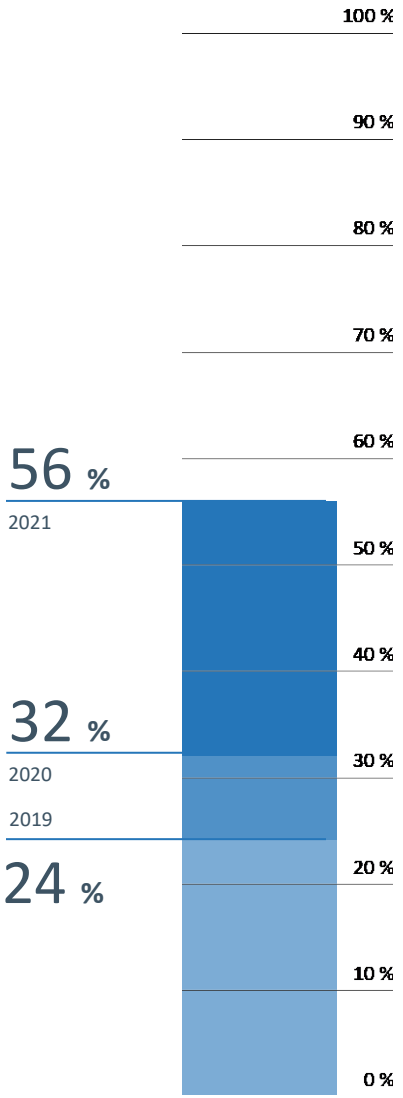


OBJECTIVE 15
LIFE OF TERRESTRIAL ECOSYSTEMS

Forests cover almost 31% of the surface of our planet. From the air we breathe, to the water we drink and the food we eat, forests sustain us.

Based on its commitment to preserve biodiversity, Cellnex identifies sites located in protected areas, carrying out the necessary measures to mitigate any negative impact on biodiversity and natural spaces.

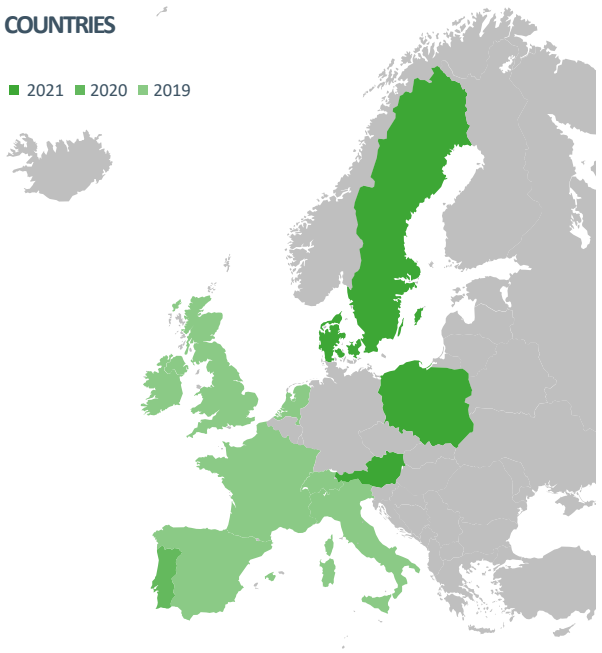
Cellnex support(s) the Sustainable Development Goals

GOALS

15.2 Promote the sustainable management of all types of forests, end deforestation, restore degraded forests and increase afforestation and reforestation globally

15.9 Integrate ecosystem values and biodiversity into national and local planning, development processes, poverty reduction strategies and accounting

COUNTRIES



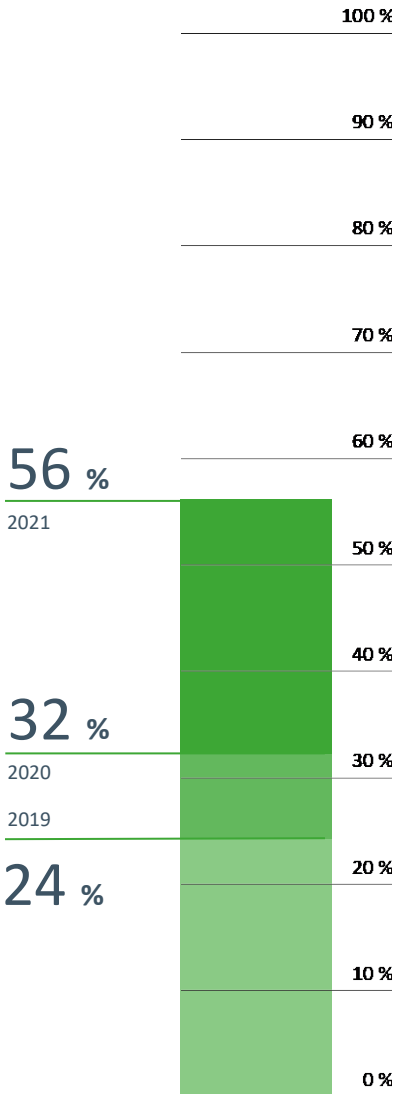
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L6. Natural areas and biodiversity	◠	◠	◠
L9. Measuring impacts on society			◠

ACTIONS

From the tools **Range** and **Lady**, Cellnex identifies those sites which are located within protected areas. In addition, to complete the mapping of environmental impacts, a **calculation of the water footprint**, a **Life Cycle Analysis of the TIS service and an Ecodesign pilot has been initiated**. Taking into account the impact on biodiversity and natural spaces, **concrete projects for the promotion of the preservation of natural spaces a**re carried out in several of the countries. On the other hand, for the monitoring of the applicable legislation, Cellnex has the tool **SALEM**, applicable to all business units. Finally, Cellnex has started in 2021 the , with a first introduction to the subject.

ANNUAL PROGRESS



OBJECTIVE 17
PARTNERSHIPS TO ACHIEVE THE GOALS

To achieve the Sustainable Development Goals, ending poverty, reducing inequalities and combating climate change, it is necessary to be all united and build strong, inclusive and integrated partnerships at all levels.

Cellnex works to provide transparent and useful information to all its stakeholders on sustainability - proof of this is this Report. In addition, the company applies its knowledge, technology and resources to collaborate with other entities and promote the development of the society in which it operates.

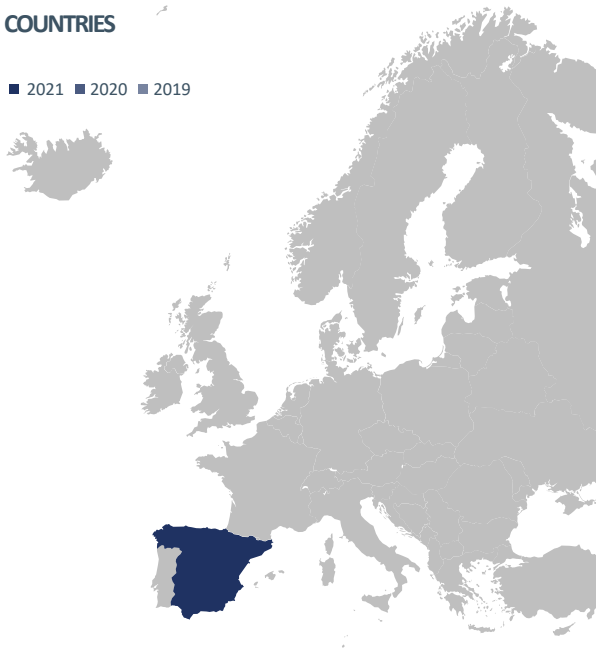
Cellnex support(s) the Sustainable Development Goals

GOALS

17.14 Enhancing policy coherence for sustainable development

17.17 Encourage and promote the building of effective partnerships in the public, public-private and civil society spheres, drawing on the experience and resource mobilization strategies of partnerships

COUNTRIES



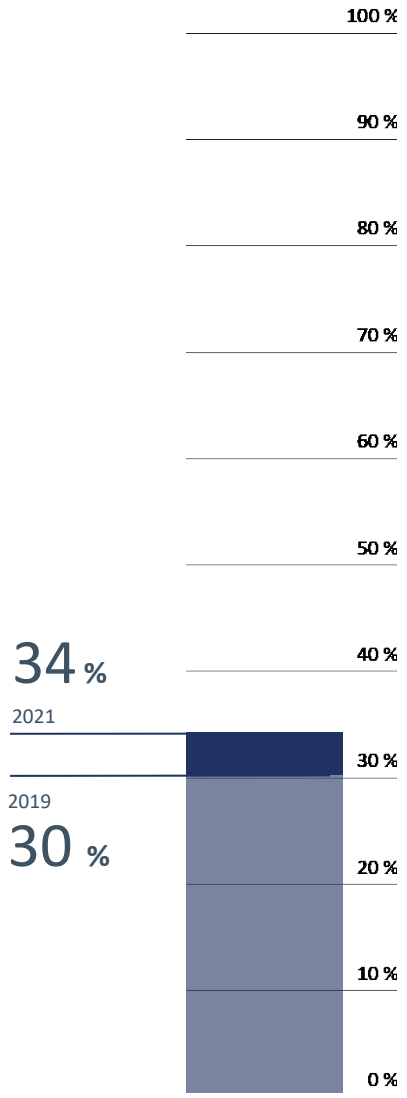
RELATION WITH THE STRATEGIC LINES

	2019	2020	2021
L1. Sustainability planning and adaptation			
L10. Strengthening relationships with stakeholders			
L11. Communication of our sustainability strategy			

ACTIONS

Cellnex is aware of the importance of establishing collaborations for the promotion of sustainability and the fight against climate change. Thus, Cellnex collaborates with the **educational portal "Ambientech"**, participating in the different educational itineraries and extending these trainings free of charge. As for the actions in the field of communication, which serve to show to do "engagement" with stakeholders, Cellnex has launched an **environmental awareness and communication campaign** to all staff, in addition to this the **Environment and Climate Change Report** has been prepared and published since 2020.

ANNUAL PROGRESS



II. Certifications, policies and frameworks for action

Policies and procedures

- Environmental, Social and Governmence Policy
- Environment and Climate Change Policy
- Integrated Management System (IMS)

Environmental certifications

	ISO 14001	ISO 14064	ISO 14046	ISO 50001	ISO 14040 (ACV)*
Corporation and Spain	✓	✓	✓	✓	✓
Italy	✓	✓	✓		✓
France	✓	✓	✓		✓
Switzerland	✓	✓	✓		✓
Netherlands	✓	✓	✓		✓
United Kingdom	✓	✓	✓		✓
Ireland	✓	✓	✓		✓
Portugal	✓	✓	✓		✓

*The LCA has been carried out following the methodology of ISO 14040, but has not been certified

Internal frameworks for action

- ESG Master Plan (2021-2025)
- Strategic Sustainability Plan (2019-2023)

International frameworks for action

The ESG Master Plan (2021-2025) is aligned with the Sustainable Development Goals, a United Nations initiative designed to eradicate poverty, protect the planet and ensure the prosperity of humanity as part of the 2030 Agenda on Sustainable Development.

Since November 2015 Cellnex is participant of the United Nations Global Compact as an expression of its commitment to the internalization of the concept of corporate responsibility in its operational strategy and organizational culture. Every year the society publishes its Progress Report (COP) on the official website of the Global Compact.

Following its commitment set out in 2019 to develop a science-based emission reduction target over the next 24 months, in 2020 Cellnex has been working to meet all the necessary criteria and submit them to the SBT initiative before June 30, 2021. Also, in 2019 Cellnex joined the Global Compact initiative "Entrepreneurship ambition of 1.5" ºC». The initiative foresees two areas of action: "science-based targets for 1.5 °C", aligning its GHG emissions in all relevant areas with emission scenarios of 1.5 °C, and "zero emissions commitment", setting a public target to achieve zero emissions by 2050.

III. Associations and Memberships

Associations

Through partnerships, Cellnex reinforces its commitment to other organizations in the sector and participates in decision-making that could affect the company.

Below are some of the associations in which Cellnex participates:

Foundations

The organization works to support various causes. It should be noted that during 2021 Cellnex has continued to be a relevant company in the field of R&D, actively participating with pioneering technology centers such as Eurecat or i2Cat.

Among the foundations to which Cellnex has given support are the following:

Universities and training centres

Collaborating with universities and training centres, Cellnex shares its knowledge and experiences while enriching itself with knowledge transfer and keeping abreast of the latest trends.

Some of the universities and centers with which they collaborate are shown below:

IV. Methodologies used: TCFD, Footprint, LCA and Taxonomy

Methodologies used- The Task Force on Climate-related Financial Disclosures

In 2017 the TCFD published a set of recommendations for the analysis of risks and opportunities related to climate change. These recommendations are addressed both to financial institutions (banks, investors and insurers) and to any other organization. Thus, applying these recommendations, Cellnex has worked to identify both the risks (broken down on page 20), and the opportunities, broken down below:

Type of opportunity	Specific opportunity	Time horizon
Resource efficiency	Use of more efficient production and distribution processes.	Short term
Energy resources	Use of less carbon-intensive energy sources.	
	Carbon market share	Long-term
Products and services	Development and/or expansion of low-carbon goods and services.	Short term
	Development of new products or services through R+D+i.	
	Change in customer preferences	Medium term
	Change in investor preferences	Short term
Market	Use of public sectoral incentives	
	Access to new markets	Medium term

On the other hand, the TCFD recommends that organizations exposed to the risks derived from climate change consider using scenario analysis to inform their strategic and financial plans and report the resilience of their strategies in relation to the scenarios analyzed. It is advisable to use a 2ºC scenario (without specifying which one) and two other alternatives.

There are two main types of scenarios: physical and transition

Physical scenarios take into account the concentrations of greenhouse gases (GHGs) in the atmosphere and the physical characteristics of the climate to assess the potential risks that climate change may cause.

Transition scenarios analyze how governments and key government actors respond to the commitment to move towards a low-carbon economy to limit the increase in temperatures

The TCFD recommends carrying out an analysis of climate scenarios to publicize how the company faces and adapts to climate change

Physical scenarios

The analysis of physical climate scenarios allows the evaluation of future climate projections in the main countries in which Cellnex develops its business, in order to know the forecasts and be able to anticipate the impacts they may cause. To do this, the scenario developed by the Intergovernmental Panel on Climate Change (IPCC) has been used. In its fifth assessment report (AR5), the last published to date, the IPCC relied on representative concentration pathway (RCPs) to define a number of climate scenarios. **RCPs cumulatively measure human emissions from all GHG sources by 2100**. In this way, four RCPs were established based on GHG simulations in the atmosphere.
Based on the results of the CPRs, the climate has been modeled on a global scale according to the different concentrations of emissions, producing climate scenarios of four possible alternatives of future climate projections. The results of these projections have been regionalized at different scales using downscaling, in order to analyze the possible climate changes at national/regional/local level and thus be able to assess the impacts of the climate change.

The RCP 8.5 scenario has been considered to have the most severe effects that the climate could have on the activity of Cellnex

To analyze physical climate scenarios, it becomes more relevant to take into account the worst possible scenario, in order to know and be able to anticipate (if deemed necessary) the most severe impacts they may have on organizations. Likewise, according to the latest UNEP 2019 emissions gap report, even taking into account the progress made and emission reduction commitments, following the current trend, the goal of keeping global warming below 2ºC.

Therefore, the RCP 8.5 scenario has been selected to analyze the climate projections**.** **RCP 8.5** shows a Business-as-Usual panorama (BaU), in which GHG emissions would continue to increase at the current rate. This is the worst-case scenario of higher GHG emissions into the atmosphere and greater global warming.

Transition scenarios

Transition scenarios analyze trends in politics, energy and economics related to climate change, to determine the possible risks they may have on the activity of an organization. It is important to note that the scenarios presented below are hypotheses that in no case correspond to predictions and on which a sensitivity analysis has not been carried out. In this context, two transitional climate scenarios have been selected to assess the potential impacts that Cellnex Telecom would have to face in the future.

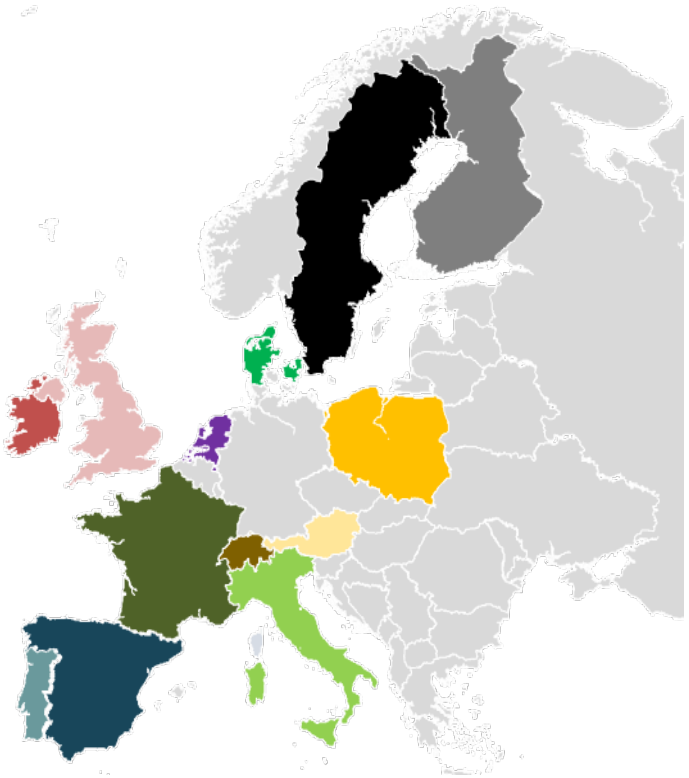
Two transitional climate scenarios have been selected: current policies and future sustainable development policies

Current policy scenario (Stated Policies Scenario or SPS), with the aim of studying the existing trajectory and seeing what future risks and opportunities would come from the non-implementation of measures. This analysis has been carried out for Spain, Italy, France, the Netherlands, Switzerland, the United Kingdom, Ireland, Portugal and Finland.

Scenario of future sustainable development policies: This scenario goes beyond the policies currently established. It is considered a scenario of reductions more ambitious than the Paris Agreement, that is, in which it is possible to keep the global temperature below 2ºC. This analysis is carried out from a more global perspective since it is not based on any approved or agreed upon document, but on generic hypotheses, and thus the degree of uncertainty is much greater and it is more complicated to disclose the detail by countries.

Climate Scenario Analysis - RCP 8.5

From the **climate scenario RCP 8.5**, Cellnex has been able to assess in detail its climate risks, for each of the countries in which the company carries out its activity:



Climate risks

Increased temperatures (in ºC)

Country	Increase
Austria	1,4-4
Denmark	0,93-3,4
Spain	2-3 (3.5 southeast Andalusia)
France	1-3 (more severe East)
Ireland	1.2-1.6 (most severe in Dublin)
Italy	1-2 (more intense north and west)
Netherlands	2-3 (more intense southeast)
Poland	4.5 (in winter in the northeast)
Portugal	2.3 (more intense indoor)
Sweden	1-6 (to a greater extent in the north)
Switzerland	2-4
UK	2

Sea level rise

Country	Increase
Denmark	60 cm by the end of the XXI century
Spain	26-77cm by the end of the XXI century
France	Up to 1 meter by the end of the XXI century
Ireland	1.98 metres in Dublin by the end of the 21st century
Italy	Increase especially north of the Adriatic Sea
Netherlands	20-40 cm in 2050
Poland	65 cm at the end of the XXI century
Portugal	0.5-1 meter by the end of the XXI century
Sweden	70 cm in the South Baltic by the end of the XXI century
UK	45-82 cm by the end of the XXI century

Other phenomena

Country	Phenomenon
Austria	Most frequent hot days
Denmark	Heavy rains, increased hot days
Spain	Droughts, heat waves and floods
France	Overflowing rivers, heat waves, fires and landslides
Ireland	Torrential rains and droughts
Italy	Landslides in the Alps and river overflows
Netherlands	Floods
Poland	Droughts
Portugal	Floods and droughts
Sweden	Heavy rains
Switzerland	Torrential rains and floods
UK	Floods and droughts

Climate Scenario Analysis - SPS

Starting of the **SPS scenarios** ("Current Policies") Cellnex was able to assess in detail the transition opportunities for each of the countries in which the company develops its activity.

SPS Scenario - Transition Opportunities

Country	Opportunities
Austria	Emissions-neutral country target by 2050 Budget of €217.30 million for 2021 for the programmes covered by the climate and energy fund
Denmark	Reduction of greenhouse gas emissions by 70% by 2030 and climate neutrality by 2050 10 billion annual public and private investments until 2030
Spain	Improve energy efficiency by 35% by 2030 35% of energy consumption from renewable sources by 2030 PNIEC: €241 billion in investments until 2030
France	Reduction of fuel consumption by 30% by 2030 Elimination of coal in electricity generation by 2022 32% renewable energy by 2030
Ireland	Emissions reduction 80%-95% by 2050 Expansion of renewable energy by 41-54% by 2030 $22 billion investment to achieve near-zero emissions economy by 2050
Italy	80% reduction in emissions by 2050 Mobility with 51% renewable energy by 2050
Netherlands	95% reduction in emissions by 2050 70% share of renewables in electricity production by 2030 €985 million in the period 2020-2030 to reach the targets in renewable electricity
Poland	Emissions-neutral country target by 2050 Investment incentives for renewable energy producers
Portugal	Emissions reduction 85%-90% by 2050 End of coal-fired power production in 2029 90% and 94% of electricity from renewable sources by 2030
Sweden	Climate neutrality by 2045
Switzerland	95% reduction in emissions by 2050 Financing of renewable energy 450 to 600 million US $ per year Under Review Increase Maximum Carbon Tax Rates
UK	100% emission reduction by 2050 95% of electricity will come from renewable sources by 2050

Analysis of climate scenarios - SPS and SDS

From the **scenario SPS** ("Current Policies") and SDS ("Sustainable Development"), Cellnex has been able to assess in detail the risks and opportunities of transition, for each of the countries in which the company develops its activity.

SPS Scenario - Transition Risks

Country	Risks
Denmark	Under review carbon taxes
Spain	GHG Taxes
France	Carbon rate since 2014 for oil, gas and coal consumption (current price €47.5, €100 by 2030)
Sweden	Tax on commercial flights applicable to passengers travelling from a Swedish airport

SDS Scenario- Transition Risks

Country	Risks
All	• Elevation price emissions up to $140/tCO$_2$ • Raising taxes on road transport fuels • Carbon taxation at all levels

SDS Scenario- Transition Opportunities

Country	Opportunities
All	• Decarbonisation of electricity and fuels • By 2040 renewables (especially wind and solar) may become the cheapest sources in many countries

Methodologies used- The Carbon Footprint

In 2021**, Cellnex has quantified and verified the carbon footprint** of its activity thanks to an independent external entity, which allows the análisis of the impact of the company on climate change and represents a starting point for the management and reduction of its emissions

Cellnex quantifies and verifies its carbon footprint thanks to an independent external entity

Since the inception of Cellnex Telecom in 2015, the carbon footprint is calculated annually at group level. Every year the different companies acquired by Cellnex are incorporated into the calculation of the carbon footprint. The operational scope is based on ISO 14064-1:2018, as well as the criteria of the GHG Protocol. **Since 2020, Cellnex has been carrying out a complete screening of its indirect emissions in all the countries in which it operates** , in order to determine its relevance according to the GHG Protocol Corporate Value Chain (Scope 3) and ISO 14064-1:2018.

Since 2020, Cellnex has been carrying out a complete screening of its Scope 3 emissions

Again in 2021, Due to the expansion of the countries where the company operates and the incorporation of indirect GHG emission categories as established by the new International Standard ISO 14064-1: 2018, Cellnex Telecom has decided to modify its base year. In this way, **the organization has established 2020 as the base year** for GHG emissions for comparative purposes and other requirements and intended uses of GHG programmes.

In addition, emissions are also reported with the classification established by the Corporate Accounting and Reporting Standard of the Greenhouse Gas Protocol (GHG Protocol), developed by the World Business Council for Sustainable Development. In the case of Scope 3 emissions, the classification established in the publication of the GHG Protocol "Corporate Value Chain Accounting and Reporting Standard (Scope 3)" is used.

Significance of indirect emissions

In 2021, following the guidelines to be able to set science-based emission reduction targets (**Science-Based Targets initiative**), Cellnex has considered all categories of indirect emissions that apply to its activity as significant.

In 2021, Cellnex has considered all categories of indirect emissions that apply to its activity as significant.

Thus, unlike last year, in 2021 it has added the following categories as significant emissions:

- **4. Transport and distribution Upstream**
- **5. Waste generated in operations**
- **8. Leased assets Upstream**
- **13. Leased assets upstream**

On the other hand, the following categories of emissions **do not apply** to cellnex's activity:

- Transport and distribution downstream
- Processing of products sold
- Use of products sold
- End-of-life treatment of products sold
- Franchises
- Investments

The table below shows which indirect emissions are applicable to Cellnex's activity, and which are significant, according to the "GHG Protocol".

Emission categories	Applicable to the activity	Significant emissions
1. Goods and services purchased	Yes ✓	Yes
2. Capital goods	Yes ✓	Yes
3. Fuel and energy-related activities	Yes ✓	Yes
4. Transport and distribution Upstream	Yes ✓	Yes
5. Waste generated in operations	Yes ✓	Yes
6. Business trips	Yes ✓	Yes
7. Displacement of employees	Yes ✓	Yes
8. Leased assets Upstream	Yes ✓	Yes
9. Transport and distribution downstream	No ✗	-
10. Processing of products sold	No ✗	-
11. Use of Products Sold	No ✗	-
12. End-of-life treatment of products sold	No ✗	-
13. Leased assets downstream	Yes ✓	Yes
14. Franchises	No ✗	
15. Investments	No ✗	-

✓ Emissions applicable to the activity and significant

✗ Emissions not applicable to the activity

Verification of the Carbon Footprint

Information regarding Cellnex's 2021 Carbon Footprint has been verified by TÜV Rheinland Inspection, Certification&Testing, S.A., concluding that the GHG emissions inventory is considered in accordance with the requirements of ISO 14064-1:2018 as well as the GHG Protocol, for a limited level of assurance. Likewise, the recalculation of the 2020 Carbon Footprint has also been verified by TÜV according to ISO 14064-1:2018 as well as GHG protocol:

Carbon Footprint 2021 according to GHG Protocol and according to ISO 14064

Certificate

Standard: **Carbon Footprint Verification according to GHG Protocol.**

Certificate Registr. No. 00/210047

TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. certify:

Certificate Owner: **CELLNEX TELECOM, S.A.**
C/ Juan Esplandiú, 11-13
28007 Madrid
Spain

Scope: Verification of the carbon footprint scope 1, 2 and 3 in the activities of Independent wireless telecommunications infrastructure operator in Europe

Through the audit performed, in face of GHG Protocol Report No. 00/210047.
Proof has been furnished that the requirements according to ISO 14064-3:2019 are fulfilled.

Audit date: Audit was performed from 2022-01-22 until 2022-02-04.

Validated inventory: 2021

First validated inventory: 2015

Base year: 2020

2022-04-26 TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. Garrotxa, 10-12 – E-08820 El Prat de Llobregat

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Certificate

Standard: **ISO 14064-1:2018 Greenhouse gases. Part 1: Specification with guidance at the organization level for quantification and reporting of greenhouse gas emissions and removals.**

Certificate Registr. No. 00/160069

TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. certify:

Certificate Owner: **CELLNEX TELECOM, S.A.**
C/ Juan Esplandiú, 11-13
28007 Madrid
Spain

Scope: Greenhouse gas verification scope 1, 2 and 3 in the activities of Independent wireless telecommunications infrastructure operator in Europe

Through the audit performed, in face of Norma ISO 14064-1:2018, Report No. 00/160069.
Proof has been furnished that the requirements according to UNE-ISO 14064-3:2019 are fulfilled.

Audit date: Audit was performed from 2022-01-22 until 2022-02-04.

Validated inventory: 2021

First validated inventory: 2018

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Recalculation Carbon Footprint 2020 according to GHG Protocol and according to ISO 14064

Certificate

Standard: **Carbon Footprint Verification according to GHG Protocol.**

Certificate Registr. No. 00/210047

TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. certify:

Certificate Owner: **CELLNEX TELECOM, S.A.**
C/ Juan Esplandiú, 11-13
28007 Madrid
Spain

Scope: Verification of the carbon footprint scope 1, 2 and 3 in the activities of Independent wireless telecommunications infrastructure operator in Europe

Through the audit performed, in face of GHG Protocol Report No. 00/210047.
Proof has been furnished that the requirements according to ISO 14064-3:2019 are fulfilled.

Audit date: Audit was performed from 2022-01-22 until 2022-02-04.

Validated inventory (recalculated): 2020

First validated inventory: 2015

Base year: 2020

2022-04-26 TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. Garrotxa, 10-12 – E-08820 El Prat de Llobregat

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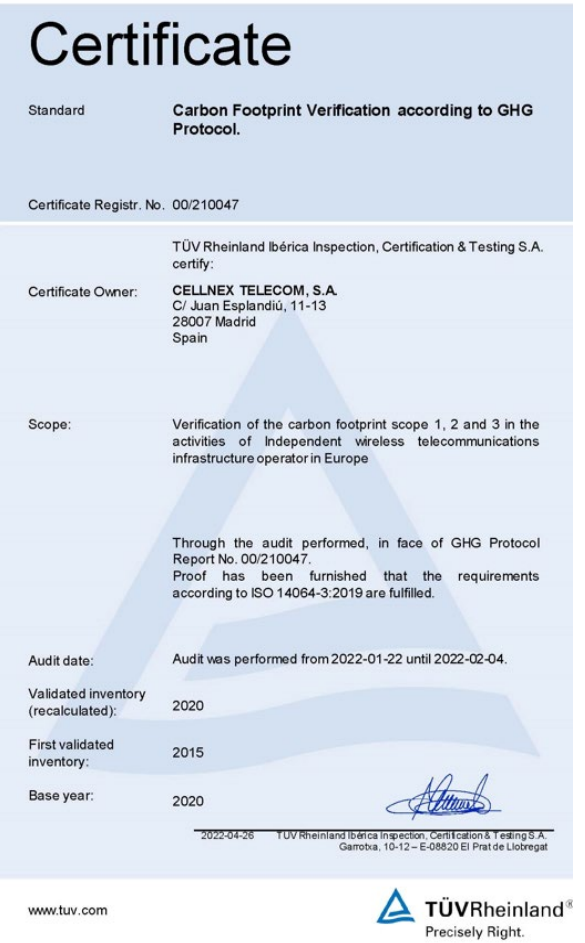

Certificate

Standard: **Carbon Footprint Verification according to GHG Protocol.**

Certificate Registr. No. 00/210047

TÜV Rheinland Ibérica Inspection, Certification & Testing S.A. certify:

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Audit date: Audit was performed from 2022-01-22 until 2022-02-04.

Validated inventory (recalculated): 2020

First validated inventory: 2015

Base year: 2020

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Methodologies used - Life Cycle Analysis

Scope of analysis

The analysis considers the scope "cradle-to-grave" of the service, from the construction of the centers to their end of life, through the operations of the centers, their production and transportation.

- For the **first phase**, the main construction materials of the huts and towers / masts: Steel, concrete, bricks, cement mortar, etc. are considered
- For the **operations of the centres**, the electrical energy consumed in the center and the displacement of the workers in charge of the maintenance of the centers are taken into account.
- For **the last phase**, the triage and treatment of the main products are considered, as well as the main end-of-life treatments (landfill, recycling, incineration with energy recovery and reuse)

Environmental impacts

Once the phases were defined, the potential environmental impacts were defined, following two methodologies:

- According to the methodology ReCiPe 2016 Midpint, 4 environmental impacts are established: Global warming (**GW**), Stratospheric ozone depletion (**SOD**), Ozone formation, human health (**OF**) and Scarcity of mineral resources (**MRS**)
- According to the CED methodology, 6 environmental impacts are established: Non-renewable, fossil (**NR Fossil**), Non-renewable, nuclear (**Nuclear NR**), Non-renewable, biomass (**NR biomass**), Renewable, airsolar geothermal (**R wind, sun, geo**), Renewable, water (**R hydro**).

LCA Results

Following the first methodology, the environmental impacts GW, SOD and OF occur, almost 100% in the operation phase, with a small part in the construction phase. For the MRS impact, almost 70% occurs in the operation phase, and the rest in the construction phase. This impact is slightly offset (approximately 2%) by the treatment followed at the end of life.

According to the CED methodology, virtually all environmental impacts occur in the operational phase

Following the second methodology, all environmental impacts occur, in their entirety, in the operational phase, with the exception of the NR-Fossil, with 1% of the impact at the construction stage, and of the NR- impactBiomass, with 1% of the impact in the construction stage and slightly offset (approximately 1%) by the treatment followed at the end of life.

UIR-r centres contribute the most to environmental impact

Finally, the analysis breaks down the environmental impacts by type of centers and materials used.
The centers that contribute most to the environmental impact are the "**Urban/Indoor/Room/Rooftop**" (UIR-r), accounting for about 25% of all centers and about 37% of the impact, followed by "**Rural/Indoor/Room/Tower**" (RIR-t) which are 16% of the centers and cause 18% of the impact.

Methodologies used - the EU Taxonomy of Sustainable Finance

In line with the requirements of the Taxonomy Regulation, in 2021 Cellnex carried out an analysis to disclose the proportion of eligible economic activities based on mitigation and adaptation objectives to the taxonomy and ineligible in relation to revenue, CapEx and OpEx. To do this, Cellnex followed the following methodology, based on 4 steps:

1. Identification of business units

Once the regulatory requirements planted within the framework of Regulation 2020/852/EU on Taxonomy were studied, the economic activities that Cellnex carries out were identified:

- **Telecommunications Infrastructure Services (TIS)**
- **Audiovisual broadcasting infrastructure networks**
- **Network and other services**
- **Investment in R+D+i**

After this initial identification of the main lines of business, the NACE codes of the specific economic activities linked to the four major branches were identified. The result was a list of specific economic activities for each of the major branches described, providing definitions for each of them and the details necessary to define a specific NACE:

Telecommunications Infrastructure Services	Audiovisual broadcasting infrastructure networks	Network and other services
TIS	Broadcast	IOT
5G	Internet Media	Smart Services
Engineering Services		MCPN
Fiber		Connectivity
Utility Fee		O&M
LTE		Other income
Pass through		
Others TIS		
DAS BL		
Land Aggreg		
Datacenters		

2. Classification of activities based on one or more NACE codes

Based on the identification of the different economic activities and their respective definition, the NACE code was awarded more in accordance with each of them. Next, the **awarding of NACE codes** to each of Cellnex's activities:

TIS	61.20 Wireless Computers
5G	61.20 Wireless Computers
Engineering Services	42.22 Construction of electrical and telecommunications networks 71.12 Construction of electrical and telecommunications networks
Fiber	61.10 Computers by cable
LTE	61.20 Wireless Computers
DAS BL	61.90 Other Computers activities
Land Aggreg	68.20 Rental of real estate on own account
Datacenters	63.11 Data processing, hosting and related activities
Broadcast	60.10 Broadcasting activities
Internet Media	60.20 Television programming and broadcasting activities
IOT	60.20 Television programming and broadcasting activities
Smart Services	61.90 Other Computers activities
MCPN	61.90 Other Computers activities
Connectivity	61.20 Wireless Computers
O&M	61.30 Satellite Computers

3. Analysis of Cellnex activities incorporated directly or indirectly into the Taxonomy

REVENUE

Of Cellnex's economic activities, the following were identified as potentially eligible:

Cellnex Business Activity	Activity incorporated in Regulation 2020/852
Datacenters	(Mitigation/Adaptation) 8.1. Data processing, hosting and related activities
Engineering Services (W&S)	(Adaptation) 8.2. Programming, consulting and other computer-related activities
Broadcast, Internet Media, Us, MCPN	(Adaptation) 8.3. Programming activities and broadcasting of radio and television
Engineering Services (W&S)	(Mitigation/Adaptation) 9.1. Research, development and innovation close to the market
Engineering Services (W&S)	(Adaptation) 9.1. Technical engineering services and other activities related to technical advice on adaptation to climate change
IoT, Engineering Services (W&S)	(Mitigation/Adaptation) 7.5. Installation, maintenance and repair of instruments and devices to measure, regulate and control the energy efficiency of buildings
Engineering Services (W&S)	(Mitigation/Adaptation) 6.13 - 6.16 Low carbon infrastructure activities

CAPEX

Once the business activities and their classification based on the NACE system were identified, those investments related to eligible activities were identified based on the Taxonomy:

Investment items	Activity incorporated in Regulation 2020/852
Datacenters	(Mitigation/Adaptation) 8.1. Data processing, hosting and related activities
Broadcast	(Adaptation) 8.3. Programming activities and broadcasting of radio and television
Internet Media	(Adaptation) 8.3. Programming activities and broadcasting of radio and television
Radiocommunications	(Adaptation) 8.3. Programming activities and broadcasting of radio and television
TIS Expansion (Only specific games)	(Mitigation/Adaptation) 7.5 Installation, maintenance and repair of instruments and devices to measure, regulate and control the energy performance of buildings
New Offices	(Mitigation/Adaptation) 7.2 Renovation of existing buildings
Efficiency CapEx (Energy)	(Mitigation) Activities 7.5 and 7.6 relating to the installation, maintenance and repair of instruments and devices for measuring, regulating and controlling the energy performance of buildings or renewable energy technologies.

4. Assessment of eligibility by activity

REVENUE

In this phase, for each of the business activities listed in the NACE code table, it was validated whether they really fit with the proposed Taxonomy activities.
After this second phase of validation of eligibility for economic activities carried out by Cellnex, the following list was obtained:

Cellnex Business Unit	Eligibility based on Taxonomy (Activity)	Environmental objective
Datacenters	8.1. Data processing, hosting and related activities	Climate change mitigation
Datacenters	8.1. Data processing, hosting and related activities	Adaptation to climate change
Broadcast	8.3. Radio and television programming and broadcasting activities	Adaptation to climate change
Internet Media	8.3. Radio and television programming and broadcasting activities	Adaptation to climate change
Us	7.5 Installation, maintenance and repair of instruments and devices for measuring, regulating and controlling the energy performance of buildings (	Adaptation to climate change
Us	8.3 Radio and television programming and broadcasting activities (5.a	Adaptation to climate change
MCPN	8.3 Radio and television programming and broadcasting activities (5.a)	Adaptation to the change climatic

CAPEX

For each of the investment items in the table on the previous page, the specific investment items that, after a fit analysis with the definitions, are considered eligible were identified:

Investment items	Eligibility based on Taxonomy (Activity)	Environmental objective
Datacenters	8.1. Data processing, hosting and related activities	Climate change mitigation
Broadcast	8.3. Radio and television programming and broadcasting activities	Adaptation to climate change
Internet Media	8.3. Radio and television programming and broadcasting activities	Adaptation to climate change
New Offices	7.2 Renovation of existing buildings	Climate change mitigation
Radiocommunications	8.3. Radio and television programming and broadcasting activities	Adaptation to climate change
Efficiency CapEX (Energy)	7.5 Installation, maintenance and repair of instruments and devices to measure, regulate and control the energy performance of buildings	Climate change mitigation
Efficiency CapEX (Energy)	7.6 Installation, maintenance and repair of renewable energy technologies.	Climate change mitigation
Expansion TIS ("Remote" Project)	7.5 Installation, maintenance and repair of instruments and devices to measure, regulate and control the energy performance of buildings	Mitigation to the change climatic

V. Additional KPIs

Evolution of Cellnex emissions by country and scope

GHG emissions by scope and country (Tn CO_2e)

	2017			2018			2019			2020*			2021		
Scope	**1**	**2**	**3**	**1**	**2**	**3**	**1**	**2**	**3**	**1**	**2**	**3**	**1**	**2**	**3**
ESP + CORP	1516	84,759	7,222	1,877	105,619	7,934	1,651	109,694	6,834	1,970	81,223	60,314	1,867	35,713	53,491
IT	497	76,990	539	668	82,625	1,085	946	73,864	1,825	1,067	174,900	57,663	1,127	110,444	66,196
FR	-			0	110	69°	4	146	587	57	0	17,382	73	0	20,305
CH	-			-			0	0	44	0	0	5,140	0	0	6,801
NL	-			-			203	9,236	2	278	5,430	19,190	49	2,762	12,511
UK	-			-			11	5	0	0	0	47,993	0	0	48,187
IE	-			-			-			0	0	9,641	0	0	10,282
PT	-			-			-			0	0	28,455	0	0	33,264
AUT	-			-			-			116	0	3,039	110	0	2,877
DK	-			-			-			5	16	26,482	5	15	25,224
SWE	-			-			-			0	0	801	0	0	826
PL	-			-			-			263	181,684	59,312	263	179,786	69,466
Total	2,013	161,749	7,761	2,545	188,354	9,313	2,815	192,944	9,292	3,756	443,253	335,413	**3,494**	**328,720**	**349,431**

**The 2020 carbon footprint data has been recalculated according to the GHG Protocol, as there have been relevant structural and methodological changes in 2021 affecting the base year. For this reason, data are reported in countries not included in the perimeter of the year 2020 or that have suffered perimeter extensions with respect to what was previously reported..*

Cellnex's energy consumption in 2021

Consumption energy by source and by country (kWh)

	2021				2020 recalculated (base year)*			
	Electricity	Petrol	Natural gas	Diesel	Electricity	Petrol	Natural gas	Diesel
Spain	328,487,579	67,274	0	2,075,695	301,551,604	28,797	0	2,332,675
Italy	612,372,583	0	0	0	555,233,631	0	0	0
France	0	0	0	0	0	0	0	0
Switzerland	21,692	0	0	0	21,855	0	0	0
Netherlands	32,968,039	0	146	21,297	34,989,500	0	571	3,066
United Kingdom	60,992,435	0	0	0	58,248,007	0	0	0
Ireland	378,239	0	0	0	576,404	0	0	0
Portugal	0	0	0	0	0	0	0	0
Austria	0	0	0	0	0	0	0	0
Denmark	40,652	0	0	0	42,681	0	0	0
Sweden	29,846,884	0	0	0	29,048,252	0	0	0
Poland	159,575,385	329,643	0	194,692	161,260,480	333,124	0	196,748
Total	**1,224,683,488**	**396,917**	**146**	**2,291,684**	**1,140,972,414**	**361,921**	**571**	**2,532,489**

**Data has been recalculated as baseline in 2020 according to GHG Protocol. For this reason, data are reported in countries not included in the perimeter of the year 2020 or that have suffered perimeter extensions with respect to what was previously reported..*

Cellnex's water consumption in 2021

Consumption from togua by country (m^3)

		2021			2020		
		Water (supply network)	Water (rainwater)	Total	Water (supply network)	Water (rainwater)	Total
	Spain	8,765	854	9,619	9,216	926	10,142
	Italy	751	0	751	0	0	0
	France	495	0	495	0	0	0
	Switzerland	19,889	0	19,889	0	0	0
	Netherlands	1,566	0	1,566	3,024	0	3,024
	United Kingdom	0	0	0	0	0	0
	Ireland	0	0	0	0	0	0
	Portugal	0	0	0	0	0	0
	Austria	0	0	0	0	0	0
	Denmark	0	0	0	-	-	-
	Sweden	0	0	0	-	-	-
	Poland	0	0	0	-	-	-
	Total	**31,466**	**854**	**32,320**	**12,240**	**926**	**13,166**

Cellnex waste in 2021

Cellnex's activity does not generate waste, as these are produced by the activity of its suppliers/subcontractors. However, true to its commitment to promote proper waste management, Cellnex accounts for the waste generated by its suppliers:

Amount of waste (kg)

	2021			2020		
	Non-hazardous waste	Hazardous waste	Total	Non-hazardous waste	Hazardous waste	Total
Spain	158,333	39,554	**197,887**	134,411	42,739	**177,150**

Waste management (kg)

	2021			2020		
Areas of action	Non-hazardous waste	Hazardous waste	Total	Non-hazardous waste	Hazardous waste	Total
Elimination	9,986	946	10,932	485	1,018	1,503
Recovery	148,347	38,608	184,955	133,926	41,721	175,647
Total	**158,333**	**39,554**	**197,887**	**134,411**	**42,739**	**177,150**

**The amount of waste is only detailed for Spain, since in the rest of the countries (Italy and Holland only) only waste derived from its activity is produced in the offices, which represents an amount of waste less than 1% of the total waste. Thus, due to the insignificance of waste outside Spain, only waste produced in Spain has been considered as material. In this way, the waste figures presented in this slide for 2020 and 2021 cover more than 99% of the total waste generated throughout the Group.*

VI. Verification of this document

Cellnex Telecom, S.A. and Subsidiaries

Independent Auditor's Report of the Non-Financial Information on the Environment and Climate Change Report for the year ended 31 December 2021

Translation of a report originally issued in Spanish. In the event of a discrepancy, the Spanish-language version prevails.

Deloitte.

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Translation of a report originally issued in Spanish.
In the event of a discrepancy, the Spanish-language version prevails.

INDEPENDENT VERIFICATION REPORT

To the Management of Cellnex Telecom, S.A.:

We have carried out the verification, with a scope of limited assurance, of the non-financial information included in the Environment and Climate Change Report of Cellnex Telecom, S.A. and Subsidiaries (hereinafter Cellnex or the Cellnex Group) for the year ended December 31, 2021.

The Environment and Climate Change Report includes the environmental information applicable to the Group in accordance with Article 49 of the Spanish Commercial Code, reported in compliance with current Spanish corporate legislation regulating to non-financial information for the environmental field and by the Global Reporting Initiative Standards of the environmental field for sustainability reporting in their essential version (hereinafter GRI standards), as well as includes additional environmental information subject to our verification.

Responsibility of the Management

The preparation of Cellnex's Environment and Climate Change Report, as well as its content, is the responsibility of Cellnex's Management. The non-financial information included was prepared in accordance with the contents contained in the current commercial regulations and following the GRI standards in its essential version.

This responsibility also includes the design, implementation and maintenance of such internal control as is determined to be necessary to enable the Environment and Climate Change Report to be free from material misstatement, whether due to fraud or error.

The Management of Cellnex are also responsible for defining, implementing, adapting, and maintaining the management systems from which the information necessary for the preparation of the Environment and Climate Change Report is obtained.

Our independence and quality control

We have complied with the independence and other ethical requirements of the Code of Ethics for Accounting Professionals issued by the International Standards of Ethics for Accounting Professionals (IESBA) which is based on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies International Standard on Quality Control 1 (ISQC 1) and, accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Our engagement team consisted of professionals who are experts in reviews of non-financial information and, specifically, in environmental performance information.

Our responsibility

Our responsibility is to express our findings in an independent limited assurance verification report based on the work performed.

We conducted our review in accordance with the requirements established in the current Revised International Insurance Orders Standard 3000, Underwriting Orders other than the Audit or The Review of Historical Financial Information (REVISED NIEA 3000) issued by the International Auditing and Assurance Standards Board (IAASB) of the International Federation of Accountants (IFAC) and with the Action Guide on non-financial information verification orders issued by the Institute of Chartered Accountants of Spain.

The procedures performed in a limited assurance engagement vary in nature and timing from and are less in extent than for a reasonable assurance engagement and, consequently, the level of assurance provided is also substantially lower.

Our work consisted in requesting information from management and the various units of Cellnex that participated in the preparation of the Environment and Climate Change Report, reviewing the processes used to compile and validate the information presented on them and carrying out the following analytical procedures and sample-based review tests:

- Meetings held with Cellnex personnel to ascertain the business model, policies and management approaches applied, the main risks relating to these matters, and to obtain the information required for the external verification.
- Analysis of the scope, relevance and completeness of the contents included in the Environment and Climate Change Report based on the materiality analysis performed by Cellnex, also considering the contents required under current Spanish corporate legislation for the environmental field.
- Analysis of the processes used to compile and validate the data presented in the Environment and Climate Change Report.
- Review of the information relating to risks and the policies and management approaches applied in relation to the material matters identified for the development of the Environment and Climate Change Report.
- Verification, by means of sample-based review tests, of the information relating to the contents of the Environment and Climate Change Report and the appropriate compilation thereof based on the data provided by Cellnex's information sources.
- Obtainment of a representation letter from the Management.

Paragraph of emphasis

The Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on establishing a framework to facilitate sustainable investments establishes the obligation to disclose information on how and to what extent the company's activities are associated with economic activities that are considered environmentally sustainable in relation to climate change mitigation and adaptation objectives for the first time for the financial year 2021 provided that it is published from 1 January 2022. Cellnex has complied with this regulation in Appendix 7 'EU Taxonomy' of its Consolidated Management Report for the 2021 financial year. Notwithstanding the foregoing, this Environment and Climate Change Report also includes certain information on these requirements for which comparative information has not been included. Our conclusion has not been modified in relation to this issue.

Conclusion

Based on the procedures performed and the evidence obtained no matter has come to our attention that causes us to believe that the Environment and Climate Change Report of Cellnex Telecom, S.A. and Subsidiaries for the year ended December 31, 2021 was not prepared, in all material respects, in accordance with to the contents set out in current corporate legislation for the environmental field and following the criteria of the GRI standards in their essential version as well as those other criteria described according to what is mentioned for each environmental matter in the Environment and Climate Change Report.

Use and distribution

This report has been prepared in response to the request of the Management of Cellnex Telecom, S.A. and in response to the professional collaboration agreement dated January 18, 2022, so it may not be suitable for other purposes, recipients and jurisdictions.

We will not be liable to third parties other than the addressees of this report.

DELOITTE, S.L.

Xavier Angrill Vallés

April 21, 2022

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The Environment and Climate Change Report, with a final dimension of 75 pages, has been approved by the Management of Cellnex Telecom on April 21, 2022. The information presented in that Report has been prepared following the version Standards of the Global Guide Reporting Initiative and complies with the requirements of article 49 of the Commercial Code, the information being verified by Deloitte, S.L, with a verification report issued on April 21, 2022. In this way, Cellnex Telecom undertakes to use this approved and verified version, and in no case to modify any information present in this Report.

Mª Àngels Ucero García, Sustainability Director