



Sep 17, 2024

At MGM Transformers, we are dedicated to implementing a comprehensive decarbonization strategy to address the challenges of climate change. Our goal is to achieve a 50% reduction in carbon intensity by 2025. Recognizing the urgency of this issue, we have already undertaken several initiatives to support this objective. We are pleased to announce that our CO₂e intensity (per unit of sales) was reduced by 55.4 % from 2019 vs 2023.

| Emissions (in Tons) | Base Year- 2019 | 2023 |
|---------------------------------------|-----------------|--------|
| Scope 1 | 45 | 64 |
| Scope 2 | 28 | 35 |
| CO ₂ e Intensity Reduction | | -55.4% |

Scope 1: Our actions have included:

- Conducting an extensive energy audit by our EHS department, to pinpoint areas of significant carbon emissions and energy inefficiencies within our operations.
- Implementing energy conservation measures, including the installation of energy-efficient lighting and the optimization of HVAC systems.
- Initiating waste reduction and recycling programs to lower our environmental impact.
- Encouraging sustainable transportation practices among employees, such as carpooling and public transit incentives.

Scope 2: We are committed to further advancing our decarbonization efforts through:

- Investing in cutting-edge energy-efficient technologies and equipment to enhance operational efficiency.
- Partnering with suppliers and collaborators to foster sustainable practices throughout our supply chain.
- Maintaining transparency by continuously monitoring and reporting our progress to stakeholders.

We recognize that achieving decarbonization is an ongoing endeavor that demands persistent effort and adaptability. We are resolute in our commitment to contributing to a sustainable future and invite you to join us in this essential mission.

Thank you,

Douglas Banty
CEO- MGM Transformers