

# Environmentally Preferable Purchasing Policy (EPP)

## Preferable Green Purchases

Our mission is to build excellence, innovatively and sustainably.

Our commitment to sustainability, realised through the infrastructure we help to create, extends beyond the scope of our direct operations to embrace our supply chain of materials and services provided by third parties. For this purpose, where appropriate, together with our designers and our supply chain, our aim is:

- **Ethical Sourcing** - providing products, materials, and services ethically according to recognised standards, including the provision of fairtrade goods where available, and requiring our supply chain to subscribe to ethical and anti-corruption principles;
- **Circular Economy and Resource Efficiency** - reducing waste and material use by prioritising the materials, products and services that provide the greatest benefits within the circular economy;
- **Ecological Footprint** - considering the carbon and water footprint of key materials and products and purchasing alternatives with lower carbon and water footprints where available;
- **Biodiversity and Environmental Protection** - working with suppliers who actively manage their impact on habitats and the environment;
- **Eco-design** - where possible, applying innovative eco-design principles to our design projects with the aim of minimising the impacts associated with material and energy procurement;
- **Involvement of local communities** - offering local companies and social enterprises the opportunity to take part in our supply chain;
- **Labour Standards** - taking an active approach in tackling labour exploitation in our supply chain, including subcontractors working on our sites;
- **Diversity Management** - working with suppliers who actively manage diversity and inclusion in their workforce; like for like, our company prefers suppliers whose owners belong to underrepresented groups. To this end, suppliers with diversity of ownership may request a formal programme to enter as a supplier (if a potential supplier) and support. The support programme includes: an initial assessment and an improvement plan carried out by Lazzarini staff or our external consulting structure.
- **Supply Chain Involvement** - adopting a collaborative approach in our dealings with suppliers and subcontractors in order to involve them in our commitment to sustainability.

We have developed a structured process to evaluate and, where required, monitor our suppliers and subcontractors in relation to the sustainable procurement principles outlined above. In addition, we share our corporate policies and guidelines with our supply chain to ensure a common approach to the sustainability and ethics issues in our value chain.

This policy is communicated to all employees as a mandatory element of the induction process and is made available to all interested parties on the company's intranet and website.

This policy is reviewed annually during the Management System Audit to ensure that it is in line with the company's mission and vision.

In the interests of transparency, we disclose here the list of names of suppliers covering 80 per cent of our annual purchases.

Monsano (Ancona), 23rd March '23

*Innocenzo Carbone*  
CEO Lazzarini Group