

ZIGUP Carbon Reduction Plan

October 2026



Carbon Reduction Plan

ZIGUP plc | Prepared in accordance with PPN 006

Supplier name	ZIGUP plc
Publication date	23 rd October 2026
Reporting year	Financial year ended 30 April 2026 (FY2026)
Baseline year	Financial year ended 30 April 2024 (FY2024)

This carbon reduction plan will be reviewed and updated annually, within 6 months of the financial year-end.

Organisational and reporting boundary

Each year, our Annual Report presents Group emissions for ZIGUP plc and its subsidiaries, with operations in the UK, Ireland and Spain. The emissions inventory applies the operational control approach and includes each facility under operational control.

The PPN 006 technical standard requires this Carbon Reduction Plan to cover emissions from sources in the United Kingdom. Within this plan we present the Group figures alongside the UK specific emissions.

Methodology

The Group has used the principles of the GHG Protocol Corporate Accounting and Reporting Standard (revised edition), ISO 14064-1. For UK emissions we have used DESNZ conversion factors from the appropriate year to arrive at the information supplied, as well as emission factors from Watershed's Comprehensive Environmental Data Archive (CEDA) for some Scope 3 categories. Scope 3 categories are calculated on a well-to-wheel basis where relevant.

An independent, UKAS-accredited, third-party assessor has verified the GHG data. Verification includes Scope 1 and 2, and Scope 3 categories 2 (vehicles only), 3, 11 and 13, representing more than 95% of our footprint. Our assurance reports are available within the sustainability section of our website.

The carbon emissions associated with our smaller scope 3 categories (unverified) differ slightly from the reported figures in our annual report. This is due to some recommended methodology changes that were implemented during the process of validating our near-term targets with the Science Based Targets initiative. None of these changes affect our verified emissions, or our validated targets.

Commitment to achieving net zero

ZIGUP plc is committed to achieving net zero emissions by 2050. This commitment is fully adopted by the UK&I business entities, which are wholly owned subsidiaries of ZIGUP.

This Carbon Reduction Plan should be considered alongside ZIGUP's Drive to Net Zero Transition Plan available on our website www.zigup.com/sustainability. Our transition plan provides full details of our strategy to achieve net zero by 2050.

Baseline emissions footprint

FY2024 is ZIGUP's carbon footprint baseline. This year was selected as part of our recent target setting exercise with the Science Based Targets Initiative (SBTi). It was selected as reflecting our current business activities and Group structure.

Baseline year FY2024

Scope	Group emissions (t CO ₂ e)	UK emissions (t CO ₂ e)
Scope 1	17,049	13,561
Scope 2, market-based	2,412	2,395
Scope 3 (category breakdown below)	2,507,598	1,494,732
Total emissions	2,527,059	1,510,688

Scope 3 breakdown

Category	Group emissions (t CO ₂ e)	% of Scope 3 Group emissions	UK emissions (t CO ₂ e)
<i>Cat 1: Purchased Goods and Services</i>	166,120	6.62%	154,774
<i>Cat 2: Purchased Capital Goods</i>	368,376	14.69%	187,764
<i>Cat 3: Fuel- and Energy-related Activities</i>	5,289	0.21%	4,204
<i>Cat 4: Upstream Transportation</i>	25,842	1.03%	23,714
<i>Cat 5: Waste Generated in Operations</i>	643	0.03%	170
<i>Cat 6: Business Travel</i>	782	0.03%	639
<i>Cat 7: Employee Commuting</i>	9,524	0.38%	8,376
<i>Cat 9: Downstream Transportation</i>	436	0.02%	242
<i>Cat 11: Use of Sold Products</i>	1,088,838	43.42%	753,845
<i>Cat 12: EOL Sold Products</i>	4,265	0.17%	2,210
<i>Cat 13: Downstream Leased Assets</i>	837,484	33.40%	358,793

The five prescribed PPN 006 Scope 3 categories have been included for the FY2024 baseline. However, categories 5, 6, 7 and 9 combined represent only 0.46% of our Scope 3 footprint and are no longer calculated as they are not material. Our Scope 3 reporting for 2026 onwards will include categories 1, 2, 3, 4, 11 and 13.

Current emissions reporting

Reporting year FY2026

Scope/category	Group emissions (t CO ₂ e)	UK emissions (t CO ₂ e)
Scope 1	14,415	11,775
Scope 2, market-based	172	170
Scope 3 (category breakdown below)	2,545,195	1,485,506
Total emissions	2,559,782	1,497,451

Scope 3 breakdown

Category	Group emissions (t CO ₂ e)	UK emissions (t CO ₂ e)	Comments
<i>Cat 1: Purchased Goods and Services</i>	171,597	159,877	
<i>Cat 2: Purchased Capital Goods</i>	458,600	243,597	
<i>Cat 3: Fuel- and Energy-related Activities</i>	4,040	3,585	
<i>Cat 4: Upstream Transportation</i>	27,105	23,437	
<i>Cat 5: Waste Generated in Operations</i>			<i>Excluded from footprint – not material</i>
<i>Cat 6: Business Travel</i>			<i>Excluded from footprint – not material</i>
<i>Cat 7: Employee Commuting</i>			<i>Excluded from footprint – not material</i>
<i>Cat 9: Downstream Transportation</i>			<i>Excluded from footprint – not material</i>
<i>Cat 11: Use of Sold Products</i>	1,017,933	646,081	
<i>Cat 12: EOL Sold Products</i>			<i>Excluded from footprint – not material</i>
<i>Cat 13: Downstream Leased Assets</i>	865,920	408,887	

Excluded categories were assessed as not material following the calculation of our full baseline footprint in FY2024. The reported categories represent >99% of the Scope 3 footprint.

Emissions-reduction targets

In order to achieve our commitment to net zero emissions by 2050 we have set near-term carbon reduction targets that have been validated by the Science Based Targets initiative.

ZIGUP commits to reduce emissions from FY2024 to FY2035 as follows:

- Reduce absolute scope 1 and 2 GHG emissions 47.3%
- Reduce absolute well-to-wheel scope 3 GHG emissions from category 11 and 13 vehicle emissions by 23.1%. This includes:
 - 29.4% reduction from the use of sold products (vehicles)
 - 36.7% reduction from downstream leased assets, covering Light Duty Vehicles (i.e. passenger cars)
 - 10.8% reduction from downstream leased assets, covering Light Commercial Vehicles

Completed carbon-reduction initiatives

From FY2024 to FY2026 Scope 1&2 emissions reduced by 4,011 tCO₂e in UK, a 25% reduction against the baseline. The following environmental management measures and projects have been completed or implemented since the 2024 baseline. These measures will be in effect when performing the contract.

- 99.9% of electricity used at facilities is from renewable sources (64% in FY2024).
- 99.5% of UK company cars are EVs or hybrids (67% in FY2024).
- Operational improvements to vehicle logistics and improved vehicle data systems reduced emissions associated with vehicle movements.
- Dedicated runner vehicles were largely removed in FY2025 and electric vehicles are used preferentially where a runner vehicle is required.
- Carbon literacy e-learning launched, with 450 colleagues completing the course in FY2026.
- Purchase of green vehicle parts in the UK increased by 49% from FY2024.

Proposed future carbon-reduction measures

The following measures will support delivery of our near-term science-based targets and net zero commitment:

- **Operational vehicles and fuels:** replace diesel operational vehicles with electric alternatives where practicable and increase the use of HVO or other lower-carbon fuels in hard-to-abate operations.
- **Energy and buildings:** maintain renewable electricity, phase in green gas, and improve the efficiency of heating, lighting, paint booths and energy-monitoring systems.
- **Customer fleets:** use EV consultancy, telemetry, charging guidance, vehicle-right-sizing and driver training to support lower emission fleet choices.
- **Recovery and repair:** work with recovery operators and repair suppliers to establish carbon reduction plans, adopt lower carbon fuels and increase circular repair practices.
- **Supply chain:** engage suppliers and manufacturers on targets, embodied carbon and emissions data, and strengthen sustainability considerations in procurement.

Our Drive to Net Zero Transition Plan sets out the actions and enabling measures intended to achieve net zero. The plan is available on our website www.zigup.com/sustainability/climate-action/our-net-zero-transition/

Declaration and sign-off

This Carbon Reduction Plan has been prepared in accordance with PPN 006 and its associated guidance and reporting standard. Emissions reported in the referenced Annual Report were recorded using the GHG Protocol Corporate Accounting and Reporting Standard, ISO 14064-1 and predominantly the applicable DESNZ conversion factors. Scope 1 and Scope 2 emissions were reported in accordance with the stated SECR methodology.

Date of UK&I board approval	22 nd October 2026
Signed on behalf of ZIGUP plc by	Harvey Stead
Job title	CEO UK&I
Date signed	22 nd October 2026