Legal Entity
Imperial Chemical Industries Limited (“ICI”), trading as ICI Paints, part of the Akzo Nobel N.V. Group (“AkzoNobel”).

Carbon Reduction Plan

(UK Public Procurement – PPN 06/21)

Supplier name:
Imperial Chemical Industries Limited (“ICI”), trading as ICI Paints, part of the Akzo Nobel N.V. Group (“AkzoNobel”).

Parent company: Akzo Nobel N.V

Corporate reporting context

Imperial Chemical Industries Limited is a wholly owned subsidiary of Akzo Nobel N.V., a company listed on the Euronext Amsterdam stock exchange. Akzo Nobel N.V. publishes full, assured sustainability disclosures annually, aligned with applicable European and international reporting requirements, including the Corporate Sustainability Reporting Directive (CSRD).

This Carbon Reduction Plan draws on AkzoNobel’s consolidated greenhouse gas emissions data, governance arrangements and climate targets, which include the activities of Imperial Chemical Industries Limited. AkzoNobel’s climate targets, aligned with the Science Based Targets initiative (SBTi), cover emissions across the full value chain, including Scopes 1, 2 and 3, and are consistent with the goals of the Paris Agreement.

This approach is consistent with UK Government guidance, where emissions are managed and reported at Group level. For additional detail on AkzoNobel’s wider sustainability performance, governance and decarbonisation strategy, reference should be made to AkzoNobel’s published Annual Reports and Sustainability disclosures.

Registered office:
AkzoNobel Building, Wexham Road, Slough, SL2 5DS

Publication date:
May 2026

Baseline emissions footprint

Baseline year: 2018

Imperial Chemical Industries Limited (ICI Paints), as part of Akzo Nobel N.V, uses 2018 as its baseline year for measuring greenhouse gas emissions reductions.

The 2018 baseline reflects AkzoNobel's global cradle-to-grave greenhouse gas emissions, calculated in accordance with the Greenhouse Gas (GHG) Protocol, and remains the fixed reference point for all interim and long-term reduction targets.

Both Scope 2 emissions for the baseline year and current emissions are reported on a market-based basis, consistent with AkzoNobel's external reporting methodology. **Baseline emissions (2018)**

<table>
<tr><th>Emissions scope</th><th>Total emissions (tCO₂e)</th></tr>
<tr><td>Scope 1</td><td rowspan="2">288,919</td></tr>
<tr><td>Scope 2 (location-based)</td></tr>
<tr><td>Scope 3</td><td>14,904,944</td></tr>
<tr><td>Total</td><td>15,193,863</td></tr>
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Scope 3 emissions represent the vast majority of the footprint and principally arise from purchase of raw materials, product use and end-of-life treatment.

Current emissions reporting

Reporting year: 2025

AkzoNobel's 2025 reporting confirms further progress towards its 2030 interim targets, particularly in relation to operational decarbonisation.

Emissions scope	Total emissions (tCO_2e)
Scope 1	**54,664**
Scope 2 (market-based)	**97,513**
Scope 3	**12,097,159**
Total	**12,249,389**
Figures for the 2025 reporting year are rounded to reflect consolidated reporting and assurance processes.	

By the end of 2025, AkzoNobel had achieved approximately a 47% reduction in combined Scope 1 and Scope 2 emissions versus the 2018 baseline, placing the Group close to its 2030 operational emissions reduction target.

AkzoNobel's Decorative Coatings business in Europe has established clear operational and circular-economy commitments that support carbon reduction across the value chain. This includes the exclusive use of renewable electricity with the group operating on 100% renewable electricity in Europe since January 2022. This commitment applies to all ICI Paints manufacturing activities in the UK.

Scope 3 emissions represent the majority of ICI's and AkzoNobel's carbon footprint and are addressed through a combination of product innovation, raw material optimisation and active supplier engagement. AkzoNobel works closely with suppliers to increase transparency, improve environmental performance and align with the Group's sustainability expectations, supporting emissions reduction across the value chain.

This approach is complemented by the development of lower-carbon products and solutions that enable customers to reduce emissions in use and at end-of-life.

Due to this scope 3 emissions continued to trend downward, reflecting progress in:

- Product reformulation and innovation,
- Increased use of lower-carbon and recycled raw materials,
- Supplier engagement and emissions transparency initiatives, and
- Customer-enabling solutions that reduce in-use emissions.

In addition, AkzoNobel's Decorative Coatings business in Europe has implemented a defined circular-economy objective for packaging, including a commitment to achieve more than 50% recycled content in plastic packaging by Decorative Paints Europe by 2025. This target has been delivered, with recycled content reaching 53% of plastic packaging by volume.

Prior Reporting year: 2024

AkzoNobel's 2024 disclosures also demonstrated continued progress against its science-based targets, with material reductions achieved in operational emissions and early progress across the value chain.

Emissions scope	Total emissions (tCO_2e)
Scope 1	**57,645**
Scope 2 (market-based)	**111,738**
Scope 3	**13,240,006**
Total	**13,409,389**

By the end of 2024, AkzoNobel had achieved an approximate 41% reduction in combined Scope 1 and Scope 2 emissions compared with the 2018 baseline. This reduction was driven primarily by:

- Increased use of renewable electricity (approximately 65% of total electricity consumption),
- Ongoing energy-efficiency programmes at manufacturing and distribution sites, and
- Continued optimisation of production processes.

Climate-related opportunities, risks, governance and strategic alignment

AkzoNobel's approach recognises that sustainability and carbon reduction are key drivers of innovation, enabling the development of more durable and resource-efficient products and supporting customers in reducing their own environmental impacts. This includes improving material efficiency, extending product lifetimes and supporting more sustainable application and use. Carbon reduction across the value chain is therefore a core strategic priority, supporting both climate objectives and long-term business resilience.

Climate change presents both physical and transition risks across ICI's operations and value chain, including potential impacts on manufacturing sites, supply chains, customers and regulatory requirements. These risks are considered within ICI's / AkzoNobel's enterprise risk management processes and are assessed and managed at Group level, with appropriate mitigation actions implemented at site and business level.

This Carbon Reduction Plan forms part of the Akzo Nobel N.V.'s broader climate change mitigation and transition approach, which is governed centrally and aligned to AkzoNobel's science-based targets. Risk identification, scenario analysis and resilience planning are undertaken at Group level, ensuring a consistent and robust approach across all subsidiaries, including ICI.

Further detail on climate-related risks, governance and scenario analysis is provided in Akzo Nobel N.V.'s Annual Report disclosures.

Progress against targets

AkzoNobel's climate targets, which apply to Imperial Chemical Industries Limited as part of the Group, remain unchanged:

- 50% absolute reduction in Scope 1, 2 and 3 emissions by 2030, versus a 2018 baseline
- Net zero greenhouse gas emissions across the full value chain by 2050

Performance in 2024 and 2025 demonstrates that AkzoNobel remains on track to meet its near-term operational targets, while continuing to address the more complex structural challenges associated with Scope 3 emissions.

Declaration and Sign Off

This Carbon Reduction Plan reports emissions and progress using AkzoNobel N.V.'s consolidated data, which includes Imperial Chemical Industries Limited (ICI Paints) as a wholly owned subsidiary. This approach is consistent with Procurement Policy Note 06/21 (PPN 06/21), which permits the use of parent company data where operations are integrated and emissions are managed at Group level.

This Carbon Reduction Plan has been prepared in accordance with PPN 06/21 and the published reporting standard for Carbon Reduction Plans. Emissions have been calculated and reported in line with the Greenhouse Gas (GHG) Protocol Corporate Accounting and Reporting Standard, applying the appropriate UK Government emission conversion factors. Scope 1 and Scope 2 emissions are reported in accordance with Streamlined Energy and Carbon Reporting (SECR) requirements, and the required subset of Scope 3 emissions is reported in accordance with the GHG Protocol Corporate Value Chain (Scope 3) Standard.

This Carbon Reduction Plan has been reviewed and approved by the Board of Imperial Chemical Industries Limited on 25th June 2026.

On behalf of Imperial Chemical Industries Limited

Kathryn Ledson

Managing Director
Imperial Chemical Industries Limited