SBTI-APPROVED NEAR-TERM TARGETS

a. **Scope 1 & 2 Target** *(Energy & Industrial)*

Within this target, GANNI A/S commits to reduce absolute Scope 1 and 2 GHG emissions 50% by 2031 from a 2021 base year.

b. **Scope 3 Target** *(Energy & Industrial)*

Within this target, GANNI A/S commits to reduce absolute Scope 3 GHG emissions from purchased goods and services, upstream transportation and distribution and downstream transportation and distribution 50% by 2031 from a 2021 base year.

c. **Overall Target** *(Energy & Industrial)*

GANNI A/S commits to reduce absolute scope 1, 2 and 3 GHG emissions 50% by 2031 from a 2021 base year.

d. **Scope 3 Target** *(FLAG)*

GANNI A/S commits to reduce absolute Scope 3 FLAG GHG emissions 50% by 2031 from a 2021 base year.**

GANNI A/S commits to no deforestation across its primary deforestation-linked commodities, with a target date of December 31, 2025.

***The target includes FLAG emissions and removals.*

Progress Against SBTi Targets

		Baseline	Latest results	SBTi Target Detail	SBTi Target Ambition	Progress to Date
		2021 (tCO2e)	2025 (tCO2e)	**Specification**	**2031**	**2025 against 2021**
	Scope 1					
1.1	Stationery Combustion of Fuels and Equipment	64.95	106.72			
1.2	Fugitive Emissions	21.10	39.59			
	Scope 2 (Market-based)					
2	Purchased Electricity and Heating (market-based)	91.42	303.01			
	Total Scope 1 and 2 Emissions Covered by our Science-based Targets *(Energy & Industrial)*	**177.47**	**449.32**	a	-50%	**153%**
	Scope 3					
3.1.1	Purchased Goods **(FLAG – Forest, Land and Agriculture emissions)**	10,215.76	6,127.76	d	-50%	**-40%**
3.1.1	Purchased Goods (non-FLAG)	19,001.42	11,231.99			
3.1.2	Purchased Goods (expense-based)	234.69	570.86			
3.1.3	Purchased Services	1,288.35	2,646.23			
3.2	Capital Goods	N/A	N/A			
3.3	Fuel and Energy-related Activities (not included in Scope 1 and 2)	33.70	89.77			
3.4.1	Inbound Upstream Transportation	2,468.46	2,553.50			
3.4.2	Outbound Upstream Transportation	2,815.14	967.58			
3.4.3	Upstream Distribution (energy consumption from logistics partners)	519.83	84.01			
3.5	Waste generated in operations	9.38	14.88			
3.6.1	Business Travel: Transportation	30.80	79.83			
3.6.2	Business Travel: Hotel Stays*	9.16	21.03			
3.7	Employee Commuting	72.02	35.97			
3.8	Energy Consumption from Leased Facilities	12.05	20.74			
3.9.1	Downstream Transportation	212.14	369.79			
3.9.2	Downstream Distribution (energy consumption from wholesale partners)	103.61	64.57			
3.10	Processing of Sold Products	N/A	N/A			
3.11	Use of sold products*	1,829.39	768.79			
3.12	End-of-life treatment of sold products	952.27	536.19			
3.13	Downstream Leased Assets	N/A	N/A			
3.14	Franchises	0.00	95.16			
3.15	Investments	N/A	N/A			

Total Scope 3 Emissions	37,969.62	25,488.83			-33%
Total Scope 3 Emissions Covered by our Science-based Targets *(Energy & Industrial; Excludes FLAG emissions)*	**26,643.64**	**18,488.53**	b	-50%	**-31%**
Total Emissions (Scope 1, Scope 2, Scope 3)	38,147.09	25,938.15			-32%
Total Emissions Across Scope 1, 2 and 3 Covered by our Science-based Targets *(Energy & Industrial; Excludes FLAG emissions)*	**26,821.11**	**18,937.85**	c	-50%	**-29%**
Total Emissions Across Scope 1, 2 and 3 Covered by our Science-based Targets *(Energy & Industrial emissions + FLAG emissions combined)*	**37,036.87**	**25,065.61**		-50%	**-32%**

*Scope 3 categories Business Travel: Hotel Stays and Use-phase Emissions are excluded from reported Scope 3 emissions and total carbon footprint results, as they are considered optional under the GHG Protocol Scope 3 Standard and fall outside the minimum reporting boundary. Consequently, they are also excluded from the boundary for science-based targets.

UPDATED 2021 RESULTS

**Minor adjustments to previously reported 2021 results reflect updated methodology from our carbon accounting partner, Carbonfact, and the inclusion of additional emission sources as part of our submission to the SBTi (Science Based Targets initiative).

METHODOLOGY NOTES

Carbonfact Methodology Updates (April 2025 – April 2026)

Product LCA:

- **Refinement of leather emission factors:** Single end-to-end emission factors were replaced with process step-level emission factors for leather (bovine, ovine, and generic). The model now differentiates between chrome and non-chrome tanning and finishing processes, resulting in an approximately 31% reduction in the leather-specific footprint.
- **Increased granularity of finishing processes:** The previous generic finishing step has been broken down into multiple finishing steps based on fabric type, providing more accurate and transparent impact calculations per material.
- **Update of use-phase methodology to the latest PEFCR:** The parameters for the product use phase (washing, drying, ironing) were updated to align with the latest PEFCR Apparel & Footwear guidelines, reducing Scope 3.11 by approximately 15%.

Corporate Data:

- **Improvements to fugitive gas emissions calculations:** The methodology for calculating fugitive gas emissions (Scope 1) has been made more robust and comprehensive, incorporating air-conditioned areas and average leak rates.

Data Accuracy Improvements:

- **Improved transport modelling:** Transport scenarios were assigned on a per-year basis rather than averaged across all years, providing a more accurate representation of logistics patterns for each period.
- **Integration of specific emission factors for innovative materials:** Cycora® (textile-to-textile recycled polyester) was assigned a specific emission factor.
- **Correction of packaging data inputs**: Some mass conversion factors were corrected, resulting in an increase in emissions from packaging and distribution.