E5 – RESOURCE USE AND CIRCULAR ECONOMY

OUR POLICY

Ferrari consistently strives for the highest quality in all materials used, ensuring durability over time; as a result, our products are not only built to last but are also cherished as collectibles that can be passed down through generations rather than simply serving as modes of transportation. We also acknowledge that a rational use of raw materials, together with careful waste management, helps reduce the environmental impact of our manufacturing process. For this reason, we are implementing innovative solutions and advanced technical processes, such as the reuse of aluminum scraps, to minimize waste and reduce environmental impacts.

Ferrari considers environmental protection to be a decisive aspect to be promoted in its overall approach to business. The Environmental Practice promotes the reuse of waste materials in the production process according to a circular economy approach. Moreover, it aims to reduce the quantity of waste and optimize the amount of materials sent to recovery plants. The practice sets out key principles to manage IROs (for details please refer to "*ESRS 2—General disclosures—Impacts, risks and opportunities management*" paragraph of this Report) such as: compliance with applicable regulatory and legal requirements, periodic and systematic establishment of improvement objectives and their monitoring and measurement through KPIs, the development of products that meet customers' needs while ensuring respect for the environment, safety and quality, and the adoption of the best available technologies for the efficiency of production processes and the reduction of environmental impacts. The practice covers the following impacts and opportunity: "Reduction of waste thanks to the increase of durability, reparability and recyclability of spare parts (e.g. racing and sports cars) or products (e.g. lifestyle)", "production of hazardous / non hazardous waste by the organization", "promotion of circularity within the value chain to reduce the use of natural resources and waste produced by suppliers", "production of hazardous / non hazardous waste by the supply chain" and "circular economy manufacturing initiatives implemented: use of recycled materials, recovery of production waste for recycling and projects aimed at ensuring an extension of product life".

Currently, the Environmental Practice does not address the use of renewable resources, however, we are continuously striving for sustainable and innovative material sourcing to integrate into our production processes.

The monitoring and management of the environmental performance of our productive plants, including waste, is assigned to a team that reports to our Chief Technologies & Infrastructures Officer. Their effort is aimed at minimizing the impact of our activities on the environment. Please refer to the "*ESRS 2—General disclosures—Our Decision-Making Process*" section for the information about the accountability and the highest positions with responsibility for waste issues.

IROs in relation to resources use and circular economy matters have been identified during the double materiality assessment considering our products and production process. We have not carried out dedicated consultations with affected communities on this topic, but we have an ongoing dialogue with our suppliers to find recycled material solutions to reduce our emissions. For additional information on methodology adopted, please refer to "*ESRS 2—General disclosures—Impacts, risks and opportunities management*" paragraph.

OUR TARGETS

We have implemented best practices to maintain stable and possibly reduce our waste production, even though no specific waste-related targets have been set. Additionally, we have been proactively promoting initiatives on alternative circular materials to evaluate the introduction of less environmentally impactful solutions. To track the progress and effectiveness of our policies and actions in relation to the material sustainability-related impact and opportunity, we aim to maintain the ISO 14001:2015 certification, which includes, also for waste, continuous improvement targets and KPIs (e.g. percentage of waste directed to recovery).