

STRATEGIC GUIDELINES FOR GEI MITIGATION (2021-2026)

Inkaterra's strategy for the progressive mitigation of its carbon emissions (5% per year) will be executed within a framework of short, medium and long term actions, aiming to achieve net zero emissions by 2050.

The first program is structured through the strategic guidelines and workplan 2021-2026 presented below, as to proactively incorporate the carbon management to the business' CORE, and to prioritize and invest in the structure to achieve these goals.

Recommendations on CO2 Footprint Reduction for use of fuel:

- For maintenance, the food/beverage supply chain and logistics, Inkaterra relies on fossil
 fuel sources. On a medium and long term, where Inkaterra assumes to progressively
 decarbonize its activities, we recommend to increase the use of renewable energies. An
 evident opportunity is the use of bio-fuels, as an outcome of recycling used cooking oil.
 This good practice can be scaled up by Inkaterra.
- The market for electric vehicles is growing, as well as recharge and maintenance infrastructure. Inkaterra should consider their use, as it is more relevant for boats used to transport passengers and to move across the Inkaterra properties in the Amazon rainforest.
- Inkaterra is committed to a rigorous control and maintenance of its vehicles, as to optimize gasoline use and to generate less greenhouse gases.

Recommendations on CO2 Footprint Reduction for energy consumption:

- Optimize use of energy using Category-A energy-efficient electric devices. Efficient devices reduce operation costs, being more affordable in the long term.
- Use saving light bulbs, plug off electronic devices when not used, regulate use of heating and refrigeration, limit use of electric light during daytime using natural light, optimize space to use energy sources.

Recommendations on CO2 Footprint Reduction as a result from paper and plastic consumption:

- To reduce total emissions from paper consumption, it is recommended for Inkaterra
 to broaden its capacity to generate and outreach information through virtual
 platforms. Encouraging distribution of virtual publications, videos, spots,
 documentaries and press clippings, and to use print publications only as strictly
 necessary, such as maps, tourist guides, etc.
- Use paper with lower weight or friendly to the environment such as Cyclus Print (100% recycled with a proper environmental manangement) or Shiro Alga (based on algae and fiber from certified forests). The use of eco-friendly ink from sustainably managed natural species is also recommended.
- Encourage conservation and sustainable use of paper by printing financial/tech/administration documents on both sides of the sheet.

On plastic consumption, Inkaterra already has a plastic reduction policy and is one of the signatary companies at the One Planet Network initiative led by the World Tourism Organization. Inkaterra may also add information to educate its clients on its commitment and why it invests its best effort to reduce plastic in its operations.

On the CO2 footprint reduction as a result from air travel by Inkaterra's executives: In 2019, 46.13% of Inkaterra's total carbon emissions was a result from its executives' air travel. To comply with the climate action in this variable, we recommend:

- Choose airlines that offer Inkaterra the option to compensate its carbon emissions caused by air travel and/or incorporate at Inkaterra the practice of compensating through emblematic projects as www.forestfriends.eco.
- With the progress of communication tools through platforms such as Google Meet, Microsoft Teams or Zoom, the reduction of work travel is expected to lower on a global scale, and it should be the case for Inkaterra as well.
- Inkaterra aims to leverage its air travel, combining its participation in reunions, events and international fairs, as to reduce costs and the number of travels as possible.

Recommendations for CO2 Footprint Reduction as a result of cargo transportation:

Inkaterra has the opportunity play a transforming role in its supply chain. Thus, it is
essential for Inkaterra to define its corporate goals to reduce emissions, and to

- encourage their main suppliers to adopt the adequate measures to help Inkaterra achieve its sustainability goals.
- Among these goals, stands out: (i) measuring carbon emissions, reduction goals, and reduction strategies; (ii) quality certifications and technology/maintenance efficiency; (iii) incentives to suppliers who fulfill these goals.

Recommendations for CO2 Footprint Reduction as an outcome of waste management:

- Inkaterra leads an important waste management strategy including circular economy activities. Oil management for bio-diesel production, as well as organic waste treatment through pyrolysis, are two of its main practices.
- It is recommended to send solid waste to the corresponding recycling centers.

Recommendations for CO2 Footprint Reduction for Inkaterra Clients:

- Though this study does not measure carbon emissions from Inkaterra clients, it would be highly recommendable for the company to introduce the concept of a carbon neutral travel experience at Inkaterra destinations. To achieve this, Inkaterra may offer its clients the opportunity to offset its carbon footprint (in a voluntary way or including it in the total cost). This action would be aligned to the principles of Climate Action promoted by the World Tourism Organization, as well as the United Nations Environment Programme.
- Stands out the ForestFriends (<u>www.forestfriends.eco</u>), addressed to tourism-related enterprises, which would offer Inkaterra clients the chance to offset their carbon emissions in an efficient way. Inkaterra Asociación is the national ally (Peru) for the ForestFriends initiative.