

# Sustainability continued

## Environment



### Material issue 4: Low-carbon products

We continue to strengthen our strategic response to the transition to a low-carbon economy by expanding our portfolio of lower-emission products and solutions.

In 2025, a key priority was the growth of our primary low-carbon product range, Ultimate Renewables. Our renewables offering within the P&H division delivered strong performance, with revenue increasing by 57% in FY25.

In parallel, we progressed the development of a cross-divisional programme aimed at increasing the availability and visibility of low-carbon alternative products across all divisions. This programme is scheduled for full implementation in 2026.

During 2025, we also established the foundations for a structured supplier engagement programme, launching in Q1 2026. This initiative will be supported by a new system designed to capture and monitor product-level environmental data, including Environmental Product Declarations (EPDs). The system will improve the quality, consistency, and comparability of emissions data, enabling more informed customer decision-making and ensuring alignment with evolving market and regulatory expectations.

We also welcome the industry-wide Data Yard initiative led by the Builders Merchant Federation (BMF), which will provide standardised product sustainability data. This is expected to enhance transparency, support more robust product comparisons, and improve the quality of information available to both customers and the wider market.

As part of the supplier engagement programme, we will build internal capability by delivering targeted training to our teams. This will focus on the sustainability attributes and performance benefits of lower-carbon and carbon-saving products.

Overall, this approach supports broader sector decarbonisation goals while strengthening the Group's competitive position in a growing market segment. We see significant opportunities to increase market share through the supply of innovative low-carbon alternatives and by providing customers with transparent and reliable product information.

