

FSC Commitment Statement

We, FLS Group AG, are committed to conduct forest management practices with the highest environmental, social, and ethical standards. This is why we adhere to the principles, requirements, and guidelines set by the Forestry Stewardship Council® (FSC) as applicable to the operations.

We follow the FSC principles, as far as applicable to our operations:

- a) We comply with all applicable laws and regulations;
- b) We maintain or enhance the social and economic wellbeing of all workers and local communities engaged in or affected by our activities. This includes, as applicable, fair wages, safe working conditions, non-discrimination, gender equality, respect for workers' rights, and stakeholder engagement;
- c) We manage our forests to ensure long-term economic viability, while providing a range of environmental and social benefits;
- d) We conserve and/or restore environmental values, such as biodiversity, ecosystem functions, water resources, soils, atmosphere, and landscapes and we will avoid or mitigate negative environmental impacts;
- e) We have implemented an environmental and social management system, and we continuously improve our operations to ensure sustainability, transparency, and accountability;
- f) We continuously monitor and assess our management activities and environmental and social impacts, to evaluate progress towards objectives and support adaptive management;
- g) We identify, maintain and/or enhance areas with high conservation value, for example, areas containing threatened species or ecosystems, or areas providing services like erosion control or climate regulation; and
- h) We plan and manage our plantations in accordance with the previous FSC principles, ensuring they complement natural forest conservation, do not replace native forests, and contribute positively to biodiversity and community well-being.

We want to explicitly state that we:

- a) do not convert primary or high-conservation-value forests to plantations, nor engage in illegal logging or land-grabbing;
- b) do not employ forced labour, child labour, or any practice that violates internationally recognized human-rights standards;
- c) do not use prohibited hazardous chemicals or undertake activities that cause irreversible soil degradation or water-course contamination; and
- d) do not partake in corrupt practices, bribery, or any illicit financial flows that could compromise the integrity of our operations.



Through this commitment, FLS Group AG affirms its dedication to responsible forest management and sustainable development in Paraguay and makes all applicable FSC-related policies, procedures and supporting documents freely available for public review.

A handwritten signature in black ink, consisting of a large, stylized 'A' followed by a long, sweeping horizontal line that extends to the right.

Alessandro Materni

Director

28 October 2025