

7

Basis for the preparation of the Report



7.1 Structure and content of the Report

This document represents the Consolidated Management Report for 2023 which includes the information that complies with the provisions of Article 262 of the Capital Companies Law, establishing the content of the management report drafted in tandem with the company's annual accounts. Likewise, this report has incorporated best practices in corporate transparency during the 2023 period, applying the international framework of the Integrated Annual Report, presenting the company's financial and non-financial, management, corporate governance, and strategic information.

As a sign of Cellnex's commitment to transparency and responding to the applicable regulations in this regard, this report was prepared in accordance with Law 11/2018, which transposes Directive 2014/95/EU into Spanish law with regard to the dissemination of non-financial information and diversity. Annex 3 of this document includes the [Index of contents required by Law 11/2018](#), as well as its location within the report.

Likewise, to ensure the credibility of the information and generate trust with its stakeholders, this report (including the materiality assessment process) has been verified by a third-party assurance provider, as outlined in [Annex 9. Independent Limited Verification Report](#).

The structure of the Report follows the guidelines of the International Integrated Reporting Council (IIRC), Directive 2015/95/EU on non-financial information, and the CNMV guide for the preparation of listed companies' management reports. The document has been prepared with reference to the GRI Standards and the AA1000AP (2020), AccountAbility Principles Standard, in relation to the principles of inclusivity, materiality, responsiveness, and impact.

In 2023 the aspects identified in 2022 were considered to be still valid. However, at the end of 2023, a new double materiality assessment was started, to be completed in 2024 and also following the requirements of the CSRD and the EFRAG guidelines to carry it out.

7.2 Reporting scope

Regarding the scope of non-financial information, the report covers 12 countries in which Cellnex operates, which account for 100% of revenues.

In this respect, the scope of both the financial and sustainability information includes all of the subsidiary companies listed in [Appendix I of the Consolidated Financial Statements](#). The information in the report regarding total staff and taxes refers to the entire Cellnex Group, unless otherwise stated.

The 2023 Integrated Annual Report is supplemented with the information presented in the Cellnex [Consolidated Financial Statements](#) for the financial year ended 31 December 2023, the [2023 Annual Corporate Governance Report](#) and the [2023 Annual Report on the Remuneration of Directors](#). This information is publicly available on the National Securities Market Commission's (CNMV) website, as well as on [Cellnex Telecom's corporate website](https://www.cellnex.com/) (<https://www.cellnex.com/>) from the date of publication of this Integrated Annual Report.

The GRI content that Cellnex has addressed in this report is detailed in the [GRI Content Index](#). Cellnex has reported the information cited in this GRI content index for the period 1 January 2023 to 31 December 2023 with reference to the GRI Standards.

In addition, Annex 9 to this document includes the [Independent Limited Verification Report](#) issued by Deloitte S.L. in relation to the review of non-financial indicators as adapted to the GRI Standards, in accordance with the "with reference" option, reported in this document.

The review process was conducted in accordance with the requirements of the Revised International Standard on Assurance Engagements 3000, "Assurance Engagements other than Audits or Reviews of Historical Financial Information" (ISAE 3000 Revised), issued by the International Auditing and Assurance Standards Board (IAASB) of the International Federation of Accountants (IFAC), and with the guidelines for assurance engagements on the Non-Financial Information Statement issued by the Spanish Institute of Registered Auditors (ICJCE).

In addition, the non-financial information included in the report has been reviewed in accordance with the AccountAbility 1000 Assurance Standard (AA1000AS), issued by AccountAbility, to provide moderate assurance on the application of the principles set out in AA1000AP (2018) and on the sustainability performance indicators (moderate Type 2 review).

7.3 Carbon footprint: Scope and calculation methodology for CO₂ emissions

The Cellnex Group Greenhouse Gas (GHG) emissions inventory was prepared in accordance with ISO 14064-1:2018 as well as GHG Protocol standards, and GHG statements related to GHG inventories and procedures have been independently verified by a third-party (TÜV Rheinland) in accordance with ISO 14064-3:2019 and GHG Protocol standards, achieving a limited level of assurance.

The scope of Cellnex Group's carbon footprint for the year 2023 represents 100% of the Group's revenues. New companies have been included in the scope: Cellnex France Infrastructures SAS (France), The Broadcast Group B.V, Broadcast Innovations B.V, Broadcast Management&Operations B.V, Broadcast Technology B.V (Netherlands), Signal Infrastructure UK Limited (UK), Signal Infrastructure Portugal, S.A (Portugal), Remer sp z.o.o (Poland).

Cellnex Group has been preparing its GHG emissions inventory in accordance with the International ISO14064 Standard since 2015. As part of the internal procedure for GHG emissions information management, a summary table of the organisational and reporting boundaries has been included in Cellnex's GHG inventory since 2015.

In view of to the increase in the number of countries in which the company operates and

the addition of indirect GHG emission categories as set out in the new International ISO 14064-1: 2018 Standard and the GHG Protocol, Cellnex established 2020 as the base year for GHG emissions for comparative purposes and other GHG programme requirements and intended uses.

In 2022, the 2020 and 2021 emissions inventories have been recalculated according to the GHG Protocol, as there were relevant structural and methodological changes during the year.

The results of Cellnex Group's carbon footprint correspond to the period from 1 January 2023 to 31 December 2023. The GHG emissions inventory maintains the structure and content

established by the reference standard ISO14064-1:2018, as well as the GHG Protocol. The GHG inventory includes the quantification of direct GHG emissions separately for CO₂, CH₄, N₂O, NF₃, SF₆ and other GHG groups (HFCs, PFCs, etc.) in tonnes of CO₂e, as well as the indirect GHG emissions separated by categories in the same units. In addition, Cellnex does not present biogenic GHG emissions or removals.

The financial control approach was taken into consideration to calculate Cellnex Group's carbon footprint. In line with the ISO 14064-1:2018 methodology, GHG emissions have been aggregated into the following categories at organisational level:

ISO 14064-1:2018 methodology	GHG Protocol methodology Corporate Value Chain (Scope 3) Accounting and Reporting Standard methodology
C1. Direct GHG emissions and removals	Scope 1: direct emissions
C2. Indirect GHG emissions from imported energy (market)	Scope 2: indirect emissions from electricity
C3. Indirect GHG emissions from transportation	Scope 3: other indirect emissions
C4. Indirect GHG emissions from products used by the organisation	
C5. Indirect GHG emissions associated with the use of products from the organisations	

Following the “Guidance for the process of identifying significant indirect GHG emissions” included in standard ISO 14064-1:2018, Cellnex Group has defined its global criteria to evaluate the relevance of each indirect GHG emissions subcategory.

The principles that were taken into account when applying the criteria are relevance, completeness, consistency, accuracy and transparency.

The criteria used to evaluate the significance of indirect emissions include the following:

- **Magnitude:** Emissions that are assumed to be quantitatively substantial. All categories whose GHG emissions contribute less than 5% to the overall carbon footprint are considered non-relevant.
- **Level of influence:** Emissions which the organisation has the ability to monitor and reduce.
- **Risk or opportunity:** Indirect emissions that contribute to the organisation’s exposure to risk or its business opportunities.
- **Sector-specific guidance:** GHG emissions deemed significant by the business sector.
- **Outsourcing:** Indirect emissions resulting from outsourced activities that are typically core business activities.
- **Employee engagement:** Indirect emissions that could motivate employees

to reduce energy use or fight climate change.

Two categories, (4. Transport and distribution upstream and 5. Waste generated in operations) have not been included this year in the carbon footprint calculation as they are not considered significant, following the ISO 14064 significance analysis.

The quantification model obtains the amount of emissions by source by multiplying the activity data by its correspondent emission factor. The emission factors are obtained from reliable and official sources (IPCC and other relevant sources).

Emission categories	Applicable to the activity	Significant emissions
1. Goods and services purchased	✓	Yes
2. Capital goods	✓	Yes
3. Fuel and energy-related activities	✓	Yes
4. Transport and distribution upstream	✓	No
5. Waste generated in operations	✓	No
6. Business trips	✓	Yes
7. Travel by employees	✓	Yes
8. Leased assets upstream	✓	Yes
9. Transport and distribution downstream	x	No
10. Processing of products sold	x	No
11. Use of products sold	x	No
12. End-of-life treatment of products sold	x	No
13. Leased assets downstream	✓	Yes
14. Franchises	x	No
15. Investments	x	No

7.4 Contact information

Passeig Zona Franca, 105. 08038 – Barcelona

Telephone number: 935 678 910

cellnex@cellnextelecom.com

www.cellnex.com

Produced and compiled by:

Cellnex Corporate & Public Affairs

