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2.1 Risks and opportunities identified over the short, medium and long-term

Transition risks and opportunities					
Transition risk/opportunity	Risk/opportunity	Description	Exposure level	Time horizon	Measures in place or recommended
Transition risk – Emerging regulation	Carbon price increase	<p>Estimates from the International Energy Agency anticipate a 250% increase in the price per metric ton of carbon by 2050, assuming a low-carbon transition.</p> <p>No portfolio companies currently have facilities subject to the emissions trading scheme. This increase will mainly have</p>			

At the Wendel portfolio level, excluding Bureau Veritas, four sites have been identified to date as vulnerable to potentially moderate or severe physical hazards by 2050. Bureau Veritas estimates the number of sites exposed to high risks at 431 in 2050, according to the RCP 8.5 scenario. (1).

2.2 Impact of climate-related risks and opportunities on the strategy

Wendel's approach as a long-term investor, strongly oriented towards value creation through ESG leverage, demonstrates that sustainability issues are at the heart of its strategy. Climate change management is positioned as one of the four ESG priorities established by the Company. Wendel's ESG team and the operating partners ensure that climate issues are integrated into the strategy of the portfolio companies. As such, the portfolio companies (except ACAMS, which joined Wendel's consolidated scope in 2022) have all defined low-carbon products and services:

- Bureau Veritas' Green Line segment on energy efficiency and low carbon transition;
- Stahl's development of water-based products (with ac 0.004 0.005 (ons)-11.5g s udonseransddit

4. Metrics and targets

4.1 Metrics used to assess climate-related risks and opportunities GHG e

Scope 3 emissions exclude GHG protocol categories that are not relevant for the respective entities. For that reason, several null data are displayed in the table above.

4.3 Emissions generated by Wendel and its portfolio companies in 2023: consolidation using GHG Protocol's financial control approach

Under the financial control approach to consolidation, the Company accounts for 100% of the emissions of controlled assets (Bureau Veritas, Stahl, CPI, ACAMS, Wendel SE and Scalian) and includes the emissions (Scopes 1, 2 and 3) of non-controlled assets in Scope 3 (Tarkett and IHS), in proportion to its share in the holding. Emissions related to Wendel Growth investments are not included as they are not deemed material.

GHG emissions (tCO ₂ eq)	Total emissions – financial control approach 2022 ⁽²⁾	Total emissions – financial control approach 2023 ⁽¹⁾	2022/2023 change (%)
Scope 1	203,705	85,828	-58%
Scope 2 ⁽³⁾	167,206	78,305	-53%
Scope 3 ⁽⁴⁾	3,417,154	1,828,264	-46%
TOTAL	3,788,065	1,992,397	-47%

(1) IHS Scopes 1 and 2 for 2023 are not available at the date of publication of this report. The 2022 emissions have been taken into account for 2023. IHS Towers' Scope 3 emissions are not available. Scopes 1, 2 and 3 emissions for Scalian are not available for 2023. The 2022 data have been used.

(2)

