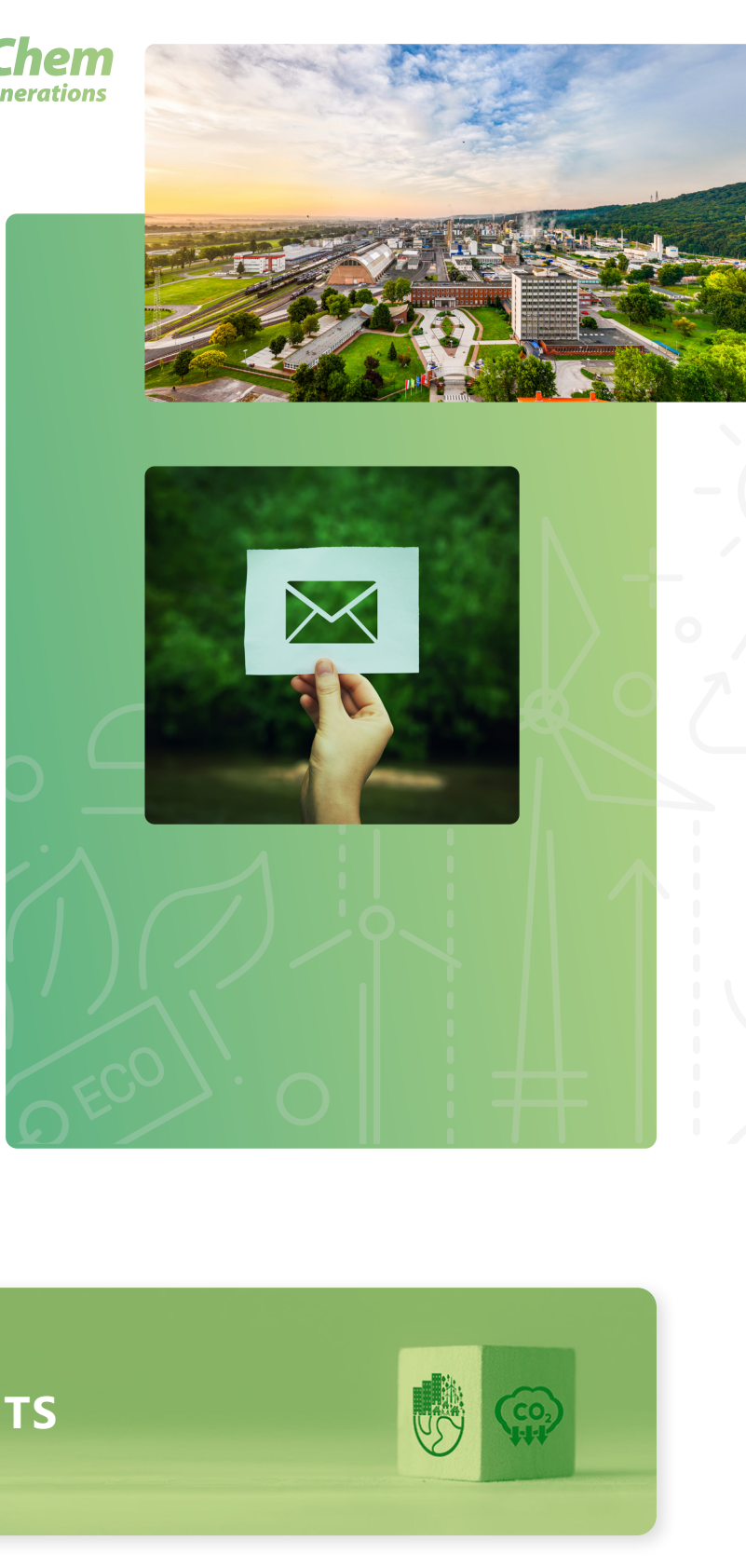


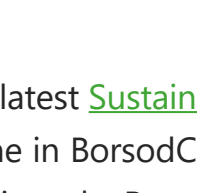
## Dear Reader, Dear Partner,

We are pleased to publish the 7<sup>th</sup> issue of semi-annual Sustainability Newsletter of BorsodChem, in which we report on our sustainability activities implemented and results achieved in the first half of 2026, thus ensuring transparency of our Company's operations for our stakeholders.

As a leading chemical company, we consider it a prior task of ours to ensure long-term sustainable operations as well as to have a positive impact on people, society and the environment by our activities through responsible corporate governance. We apply the ESG approach in all areas of our Company, including **reducing greenhouse gas emissions, developing a sustainable product portfolio, responsible purchasing practices, water and environmental protection, occupational health and safety**, and activities in the field of **social responsibility**.



## OUR MAIN ACHIEVEMENTS



### Our Company's First Sustainability Report Prepared in Accordance with the ESRS is Now Complete

At the beginning of 2026, our Company published its latest [Sustainability Report for 2024](#), which marked an important milestone in BorsodChem's sustainability reporting practices. This year, for the first time, the Report was prepared in accordance with the new European Sustainability Reporting Standards (ESRS), in line with the European Union's Corporate Sustainability Reporting Directive (CSRD). As with previous reports, it was verified by an external, independent party, thereby ensuring transparency and reliability.

The report was compiled on a partially consolidated basis, incorporating some subsidiaries of BorsodChem Zrt. The biggest difference compared to our previous Sustainability Reports is that this latest report is based on the so-called double materiality assessment (DMA), in which we compiled our impacts on the environment and society, as well as their financial consequences. The material topics identified during the analysis had defined the main content areas of our Report, and as a result, we were able to publish a unique Sustainability Report tailored specifically to the activities of the BorsodChem Group. As part of its double materiality assessment, BorsodChem also reached out to its stakeholders via an online survey, in which respondents could assess the relevance of the topics deemed material by the Company and also provide additional opinions and suggestions related to sustainability.

The Report also includes BorsodChem Zrt.'s EU Taxonomy Report. The purpose of the EU Taxonomy framework is to provide a clear and uniform definition of which economic activities can be considered environmentally sustainable.

Our Company currently reports in accordance with the ESRS on a voluntary basis. Although, under current legislation, BorsodChem would not be required to report in this format until 2028—covering the 2027 fiscal year—the Company has already begun its gradual preparation and the deliberate development of its data reporting processes in a timely manner with this first ESRS-compliant report. Accordingly, the report being prepared for the year 2025 will cover a broader scope of consolidation.



### BorsodChem Zrt.'s First ESG Report Prior to Verification

We are proud to announce that BorsodChem Zrt.'s first ESG report has been completed in June 2026. The report was prepared in accordance with the Hungarian ESG Act (Act CVIII of 2023), related regulations, and the requirements and guidelines of the Supervisory Authority for Regulatory Affairs (SARA).

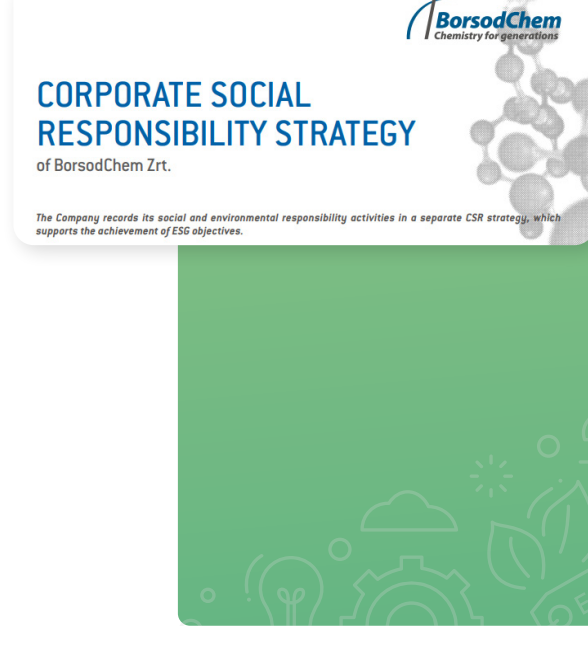
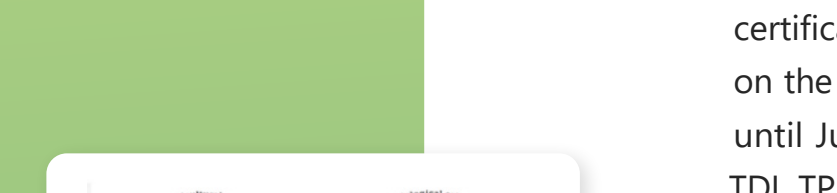
The compilation of the report was preceded by a process lasting approximately half a year. As part of this process, we reviewed the requirements of the law, examined the methods, solutions, and systems currently in use at BorsodChem, and made the necessary additions and modifications.

One of the most significant parts of the report was the risk analysis concerning the Company's own operations and the operations of its direct suppliers. The review of the own operations was carried out using an impact materiality analysis and the so-called mandatory (large enterprise) questionnaire required by law, which is part of the report. Using the materiality analysis, we identified our significant environmental and social impacts, while the obligated questionnaire, based on an assessment of current practices, was suitable for identifying areas posing risks. To conduct risk assessments of direct suppliers, our Company used a software required by the ESG Act and accredited by the SARA. Through this system, questionnaires – as prescribed by law and tailored to our suppliers' business size and geographic location – were sent out to our suppliers. At the beginning of the survey, after the number of employees, revenue, and total assets were entered, the software automatically determined the size of the business, thereby excluding micro- and small businesses from the survey.

The responses received were evaluated according to environmental, social, and corporate governance dimensions using the software's built-in assessment tools and a methodological supplement developed by BorsodChem. We developed measures to manage the material risks identified in the operations of both our own company and our direct suppliers; for example, we reached out to our suppliers requiring special attention.

Parallely with the compilation of this report, our Company also prepared and published its [Corporate Social Responsibility Strategy](#), in which we outlined our social and environmental responsibility initiatives that support the achievement of our ESG goals.

Although BorsodChem does not publish its completed ESG report this year, in the upcoming weeks – in compliance with legal requirements – the report will be certified by an external, independent organization accredited by the SARA.



### ISCC Certification Now Available for PVC Products

BorsodChem has once again — for the fourth time — obtained ISCC Plus certification for the production and sale of sustainable products based on the mass balance principle. We have extended our certification, valid until June 2027, to our PVC products in addition to sustainable MDI, TDI, TPU, and MDI prepolymers. The expansion of our range of certified products further demonstrates our ongoing commitment to sustainability and responsible sourcing.

We offer our sustainable isocyanate and PVC products to our customers under the brand names ONGRONAT® NEO and ONGROVIL® NEO.

Our products marketed under the ISCC Plus system can be manufactured from raw materials originated from various sources that are also ISCC Plus-certified:

•ONGRONAT® NEO B and ONGROVIL® NEO B – Derived from primary bio-based raw materials, which are also subject to strict certification requirements.

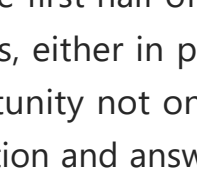
•ONGRONAT® NEO C and ONGROVIL® NEO C – Derived from bio-circular raw materials, such as bio-based waste materials from agriculture, forestry, and related industries.

Our products made from sustainable raw materials meet the same high-quality standards as the traditional ONGRONAT® and ONGROVIL® products, ensuring seamless integration into existing applications of our customers.

ISCC Plus is a globally recognized certification system that ensures the traceability of sustainable materials throughout the entire supply chain.



## REDUCING OUR GHG EMISSIONS



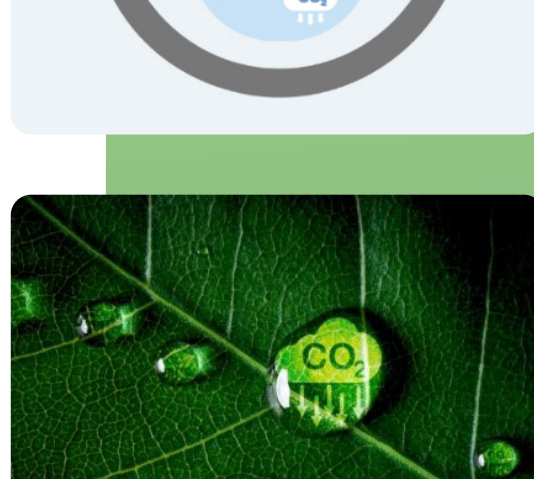
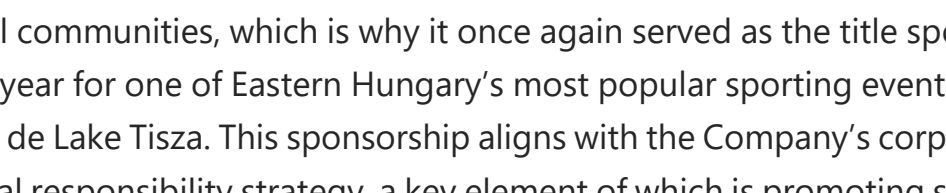
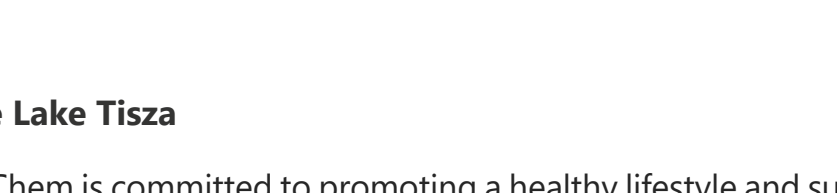
### BorsodChem's 2025 GHG Inventory is Complete

Since 2021, BorsodChem has been compiling a comprehensive (Scope 1, Scope 2, Scope 3) annual inventory of its corporate greenhouse gas (GHG) emissions. Having this inventory and keeping it up to date allows us to assess our environmental impact and identify areas where we can reduce our corporate carbon footprint.

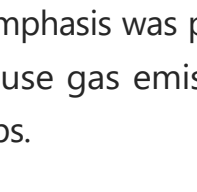
We are proud to announce that our Company's 2025 GHG inventory has been completed and will soon be published on our website. The inventory was compiled in accordance with relevant international industry standards — such as the GHG Protocol, the TFS guidelines, and the ISO 14064 standard.

Our goal is to continuously monitor and improve our environmental performance, contribute to the development of a carbon-neutral economy, and thereby encourage others to take similar actions. By continuously monitoring and managing our GHG emissions, we can make well-informed investment and development decisions, mitigate our impact on climate change, and bring about positive changes for our company and the environment.

To this end, we have also begun developing a transition plan to outline how we intend to reduce our greenhouse gas emissions in order to achieve the net carbon neutrality goal for 2050 set forth in our [Sustainability Strategy](#).



## SOCIAL RESPONSIBILITY



### Regular Communication with Our Stakeholders

BorsodChem pays special attention to maintaining regular communication with its stakeholders and sharing sustainability information. To this end, our Company once again organized a Sustainability Supplier Forum on May 15, 2026. The forum was held online, with separate sessions in Hungarian and English, to ensure that the widest possible range of suppliers could learn about our sustainability activities. Approximately 100 supplier representatives from BorsodChem's domestic and international supplier base participated in the two events. Special emphasis was placed on topics such as opportunities to reduce greenhouse gas emissions, as well as opportunities to develop supplier relationships.

In addition to the Sustainability Supplier Forum, our company also organized its first Sustainability Customer Forum this year on May 18, 2026. The English-language forum took place online with representatives from nearly 40 customers. Participants received detailed information on topics including carbon calculations, circular economy, and sustainable development, while issues related to corporate social responsibility and corporate governance were also covered in the presentation.

To maintain contact with customers, BorsodChem also organizes industry consultations on sustainability topics; furthermore, the Company's sustainability-related activities are specifically highlighted during customer audits and visits. In the first half of 2026, we held a total of 30 individual customer meetings, either in person or online. These occasions provide a good opportunity not only for networking but also for sharing up-to-date information and answering questions from customers.

In addition to the above, the Company was also represented at conferences in June. We gave a presentation titled 'Sustainability at BorsodChem' at the Nordmann PURday event in Frankfurt, and we were also present at the EUROPUR & EURO-MOULDERS event held in Antwerp. These opportunities all contribute to maintaining and developing stable, effective, and mutually beneficial partnerships.



### Family Day and Sports Events

#### Challenge Day

The last Wednesday in May is Challenge Day, and in connection with this, the Hungarian Leisure Sport Association has once again announced a competition in several categories, including one for workplaces. As part of this, teams competed against each other for a month for the title of "Hungary's Most Athletic Workplace."

For the seventh time, the employees of our Company accepted the challenge and participated in the competition with outstanding results. Of the 278 workplace teams that entered, 82 represented our company, earning us the award for the most team entries for the fourth time. Our workplace community — the largest in the country — exceeded 300 people, who spent nearly 590 000 minutes being active during this period. The competition also featured an 'Eat Smart! Challenge,' in which our Profit Predators team performed exceptionally well, earning the second place on the podium.

#### Tour de Lake Tisza

BorsodChem is committed to promoting a healthy lifestyle and supporting local communities, which is why it once again served as the title sponsor this year for one of Eastern Hungary's most popular sporting events, the Tour de Lake Tisza. This sponsorship aligns with the Company's corporate social responsibility strategy, a key element of which is promoting sports and a health-conscious lifestyle.

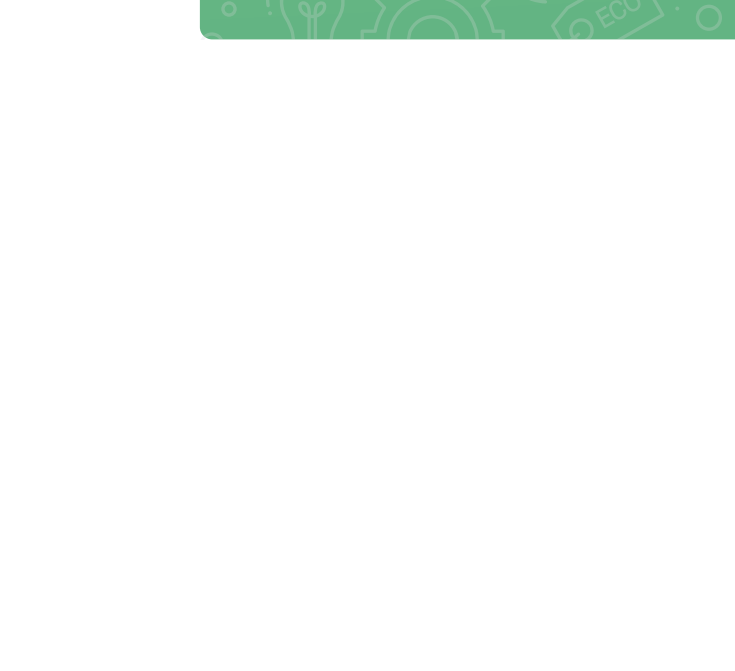
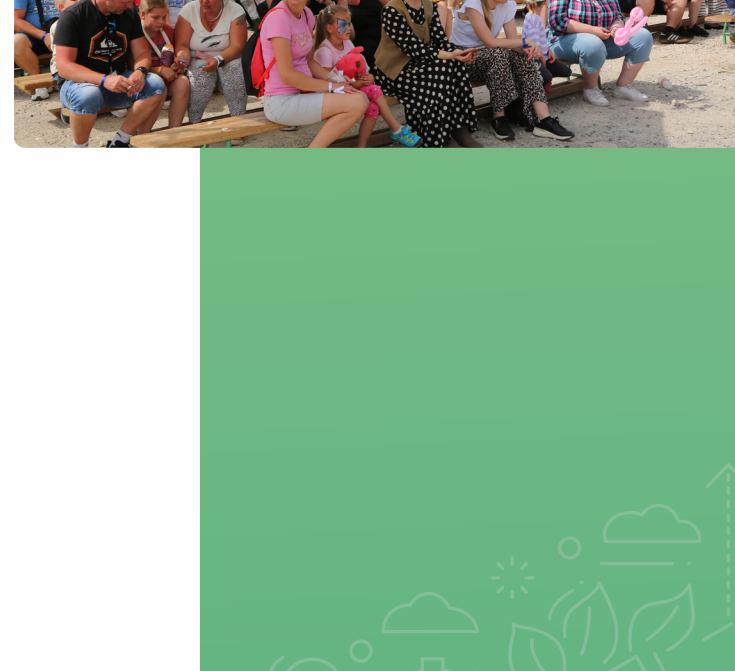
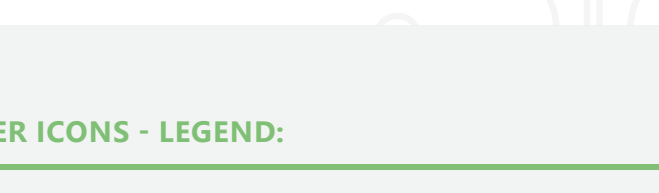
As the name of the event suggests, the tour takes place at Lake Tisza, Hungary's second-largest lake, which attracts nature lovers and sports enthusiasts alike with its rich wildlife and unique natural features.

This year, at the 19th BorsodChem Tour de Lake Tisza event held on May 9, 2026, participants could choose from three different distances: those interested had the opportunity to take part in 100 km, 65 km, or 28 km bike tours.

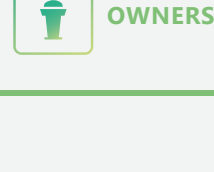
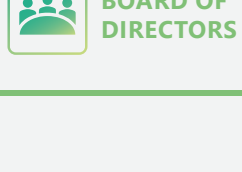
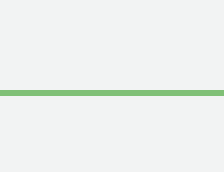
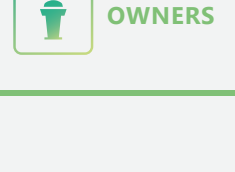
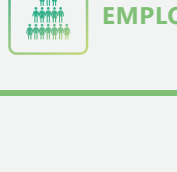
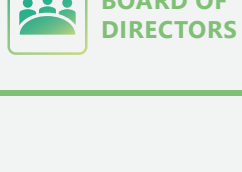
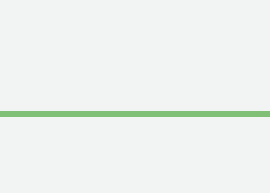
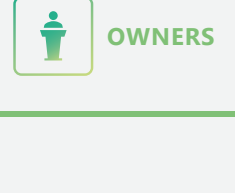
#### Family Day

On June 6, 2026, BorsodChem's Family Day was held in Kazincbarcika, marking its 16th edition. More than 3 000 employees from Hungary, China, the Czech Republic, France, and other countries spent the day together and participated in the numerous programs, games, and presentations offered by the company for all age groups. One of the most popular traditions, cooking and barbecuing, drew a huge crowd again this year.

Participants had the opportunity to learn about the Company's facilities and production processes through factory tours, and relay races, basketball games, and many other sports and brain teasers were available for children and adults who enjoy a challenge. Employees and their family members were also able to take part in free health consultations as part of the event.



#### STAKEHOLDER ICONS - LEGEND:



If you have any further questions or suggestions regarding the topics of our newsletter, please contact us at:

[sustainability@borsodchem.eu](mailto:sustainability@borsodchem.eu)

We look forward to your kind feedback.