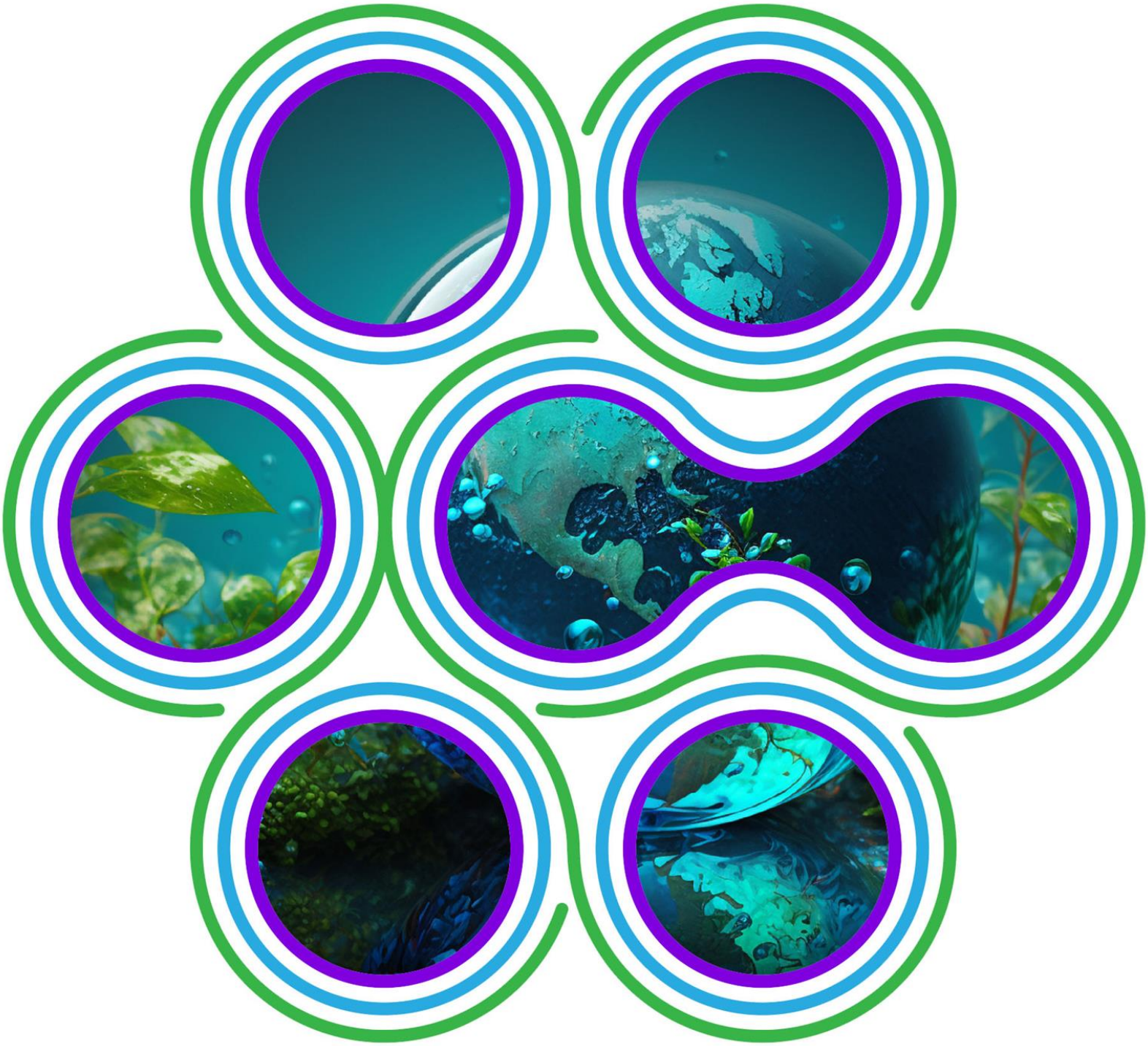
Gamma Carbon Emissions Summary 2023

Streamlined Energy & Carbon Reporting (SECR)



Methodology

A Greenhouse Gas (GHG) assessment is undertaken annually by an accredited third party in order to quantify the GHG emissions produced from Gamma's activities.

In 2021, this assessment was undertaken with a view to using the reporting year assessment period as an energy / carbon baseline for all disclosures.

The 2023 assessment, like others before it, was conducted in accordance with the reporting standards of the 'Greenhouse Gas Protocol – Corporate Accounting and Reporting Standard' (GHG Protocol, 2011).

This emissions report has been defined using the Streamlined Energy & Carbon Reporting (SECR) framework.

The third party GHG assessment for the 2023 reporting year used 70% primary data, based on energy results such as those disclosed below:

Energy (kWh)

Scope	Aspect	2022		2023	
		UK	Global*	UK	Global
1	Gas	181,287	371,066	149,781	271,946
	Vehicles	272,119	890,754	335,391	1,008,110
	Fuels	24,276	0	24,047	0
2	Electricity	5,303,827	746,299	5,166,771	510,832
Total kWh		5,781,509	2,008,119	5,675,990	1,790,888

*Global excludes UK

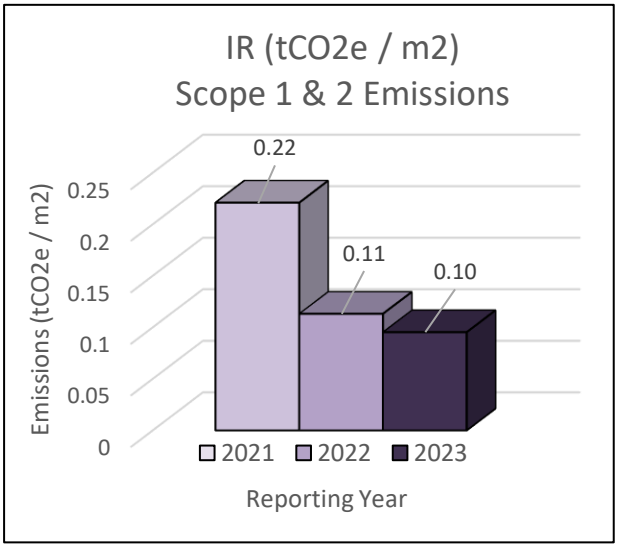
Note, refrigerant gases cannot be calculated in terms of energy consumption (kWh)

Emissions (tCO2e)

Scope	Aspect	2022		2023	
		UK	Global	UK	Global
1	Emissions from combustion of gas	33.07	67.75	27.38	49.72
	Emissions from combustion of fuel for travel purposes	48.70	207.60	74.53	176.47
	Emissions from diesel consumed	7.98	0.00	55.40	0.00
	Refrigerant gas emissions	168.56	39.54	4.52	1.18
Total Scope 1 Emissions		258.31	314.89	161.83	227.37
2	Emissions from purchased electricity (location)	1,025.65	244.75	1,068.49	175.51
	Emissions from purchased electricity (market)	100.50	43.40	52.59	45.41
Total Scope 2 Emissions (location)		1,025.65	244.75	1,068.49	175.51
Total Scope 1 & 2 Emissions (location)		1,283.96	559.64	1,230.32	402.88

Intensity Ratio	2021	2022	2023

Total floor area (m2)	13,041	15,973	17,139
Intensity Ratio Scope 1 & 2 Emissions (location) (tCO2e/m2)	0.221	0.116	0.095



A positive emissions intensity trend can be observed in support of Gamma's SBTi aligned net-zero target which aims to reduce Scope 1 & 2 emissions 90% by 2030 (left).

This trend shows that despite business growth, indicated by an increase of 31% in floorspace (sqm) from 2021, Scope 1 and 2 emissions are able to fall in nominal terms.

In addition to these results, it is important for Gamma to monitor the breakdown of its GHG Scope 1 & 2 emissions due to the Global Warming Potential (GWP) of constituent gases in tonnes of carbon equivalent (tCO2e) calculations. In 2023, results are as follows:

GHG breakdown (tonnes CO2e)									
Scope	Aspect	CO2		CH4		N2O		HFCs	
GWP		1		25		298		Variable	
		UK	Global	UK	Global	UK	Global	UK	Global
1	Gas	27.32	49.62	0.04	0.08	0.01	0.03	0.00	0.00
	Vehicles	73.86	174.82	0.08	0.19	0.61	1.44	0.00	0.00
	Diesel	54.67	0.00	0.01	0.00	0.72	0.00	0.00	0.00
	F-Gas	0.00	0.00	0.00	0.00	0.00	0.00	4.52	1.18
2	Electricity	1057.56	173.74	4.62	0.76	6.29	1.03	0.00	0.00
	Total	1213.41	398.18	4.75	1.03	7.63	2.50	4.52	1.18
		1611.59		5.78		10.13		5.70	

The following table shows emissions by source category for the 2023 reporting year, with selected indirect emissions (Scope 3) included:

Scope	**Aspect**	**tCO2e**
Scope 1	Direct emissions from owned, leased or directly controlled stationary sources that use fossil fuels or emit fugitive gases	138.2
	Direct emissions from owned, leased or directly controlled mobile sources	251.0
Scope 2	Location based emissions from the generation of purchased electricity	1,244.0
	Market based emissions from the generation of purchased electricity	98.0
Scope 3 (selected)	Capital Goods	163.0
	Upstream emissions from purchased electricity and fuels	389.0
	Transmissions and Distribution (T&D) losses	107.0
	Waste (including wastewater)	2.9

	Business Travel (including hotel accommodation)	514.0
	Employee Commuting	513.0
	Homeworking	333.0
Total Emissions (using Scope 2 location figure)		3,655.1
Total Emissions (using Scope 2 market figure)		2,509.1

These Scope 3 emissions sources have been selected in this report as they are consistent with what was captured for the 2021 Gamma Emissions Summary (baseline year).

Having included Scope 3 emissions, the following GHG emissions profiles were recorded at group level:

Aspect / Scope	tCO2e (2022)	tCO2e (2023)	YoY Change (%)
Scope 1	573.2	389.2	-32.10
Scope 2 (location)	1,270.4	1,244.0	-2.08
Scope 2 (market)	143.9	98.0	-31.90
Scope 3 (selected)	1,968.8	2,021.9	+2.70

Science-Based Targets

In early 2024, Gamma had its net-zero targets validated by the Science-based targets initiative (SBTi).

Gamma will take action, such as that discussed below, to decarbonise the Company operation in alignment with our validated targets which are as follows:

- **Overall Net-Zero Target:** We commit to reach net-zero greenhouse gas emissions across the value chain by 2042.
- **Near-Term Targets**: Gamma commits to reduce absolute scope 1 and 2 GHG emissions 90% by 2030 from a 2021 base year. We also commit to reduce absolute scope 3 GHG emissions 50% within the same timeframe.
- **Long-Term Targets:** Gamma commits to maintain at least 90% absolute scope 1 and 2 GHG emissions reductions from 2030 through 2042 from a 2021 base year. We also commit to reduce absolute scope 3 GHG emissions 90% by 2042 from a 2021 base year.

Discussion

Additional emissions sources such as purchased goods and services are captured in Gamma's annual report / response to TCFD recommendations. These figures account for the group's value chain emissions in accordance with our long-term net-zero emissions target for 2042 aligned to the SBTi.

Year on year, Gamma's Scope 1 & 2 emissions have fallen 11%, an equivalent emissions reduction of 210 tCO2e.

This fall has been captured mainly in the UK business due a significant drop off in refrigerant gas used to 'top-up' air conditioning units in our dedicated datacentre. An increase in this emissions source is expected in 2024.

Additional energy / carbon measures relating to Scope 1 & 2 sources are discussed below.

With regards to business travel and employee commuting, we believe this will be the last reporting year that an inconsistent trend will be observed with respect to the Covid 19 pandemic. Emissions arising from these two categories increased 168 tonnes (+19.52%) in 2023, owed in part to a Covid 'hangover' in early 2022.

Comparing the same emission sources used in this summary report, Gamma has reduced emissions 177.3 tonnes (-4.13%), a satisfactory reduction in respect of our net-zero commitments.

Energy Measures Taken

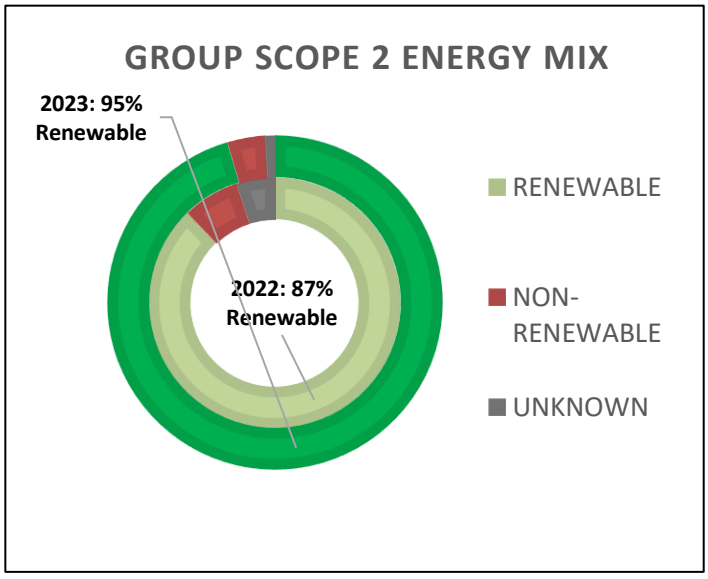
In 2023, Gamma, implemented the following, which contributed to a reduction in Scope 1 & 2 intensity:

- Ongoing replacement of Scope 1 vehicles from fossil fuel to electric and or hybrid. In 2023, 85% of Gamma's UK vehicle mileage was undertaken by hybrid/electric vehicles (up from 70% in 2022).

- Continuation of facility reviews which includes consolidation proposals and consideration of switches to more sustainable buildings, allowing us to improve energy efficiency in our day-to-day operations.

- Removal and capping of boilers in facilities that use mains gas contributing to a reduction of over 100,000 kWh and 20 tCO2e.

- Ensuring sustainability is considered in procurement decisions. An increase in the proportion of sites in the group consuming renewable energy (see market-based results and graphic, right), demonstrates our commitment to operate a group network supplied by 100% renewables in the future. In 2023, 95% of group electricity consumption came from renewable sources, up from 87% in 2022.



- Completion of specialist energy audit to exploit further opportunities for energy efficiency / reduction in 2023 and beyond.