

SANEPAR'S SUSTAINABILITY POLICY

1. GENERAL PROVISIONS

Revised at the 9th/2021 Ordinary Meeting of the Board of Directors - CA, held on September 23, 2021 (Version 1).

2. PURPOSE

The purpose of this Policy is to establish guidelines for Pursuing Environmental and Water Resources Sustainability, Social and Economic Responsibility in our activities.

3. SCOPE

This policy applies to all activities of the Company, and it is the responsibility of everyone to follow it, whether Officers, Directors, professionals of any nature, interns and apprentices, as well as for any natural person or legal entity, under Public or Private Law, with whom it relates: suppliers, service providers, among others.

This Policy is available at the electronic address: <http://www.ri.sanepar.com.br> and once approved by the Board of Directors, must be disclosed to all persons who must comply with it.

4. REFERENCES

- Constitution of the Federative Republic of Brazil of October 5, 1988, and its constitutional amendments, which provides for the responsibility for protecting the environment;

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- Federal Law No. 13.303, of June 30, 2016, which provides for the obligation to adopt practices of environmental sustainability and corporate social responsibility;
 - Federal Law No. 9.433 of January 8, 1997, which institutes the National Water Resources Policy (PNRH);
 - State Law No. 12.726, of November 26, 1999, institutes the State Water Resources Policy and created the State Water Resources Management System;
 - Internal Regulation of Bids, Agreements and Covenants – SANEPAR's RILC, which provides for observing the principle of sustainable national development in all bids and agreements;
 - Code of Conduct and Integrity of Companhia de Saneamento do Paraná –SANEPAR, approved by the Board of Directors in order to provide a clear understanding of the conduct that guides the Company's business and relationships;
 - Sanepar's Bylaws;
 - Sanepar's Internal Regulations;
 - Sanepar's Disciplinary Regulation;
 - MA/AMB/0002 – Environmental Management System Manual.

This Policy must be read and interpreted along with Sanepar's Code of Conduct and Integrity and other corporate policies.

5. REVISION

The policy will be revised periodically, respecting a minimum period of 12 months, or whenever required by the Executive Board or the Board of Directors.

The changes made to this document must be sent for approval by the aforementioned governance bodies.

6. COMMITMENTS

SANEPAR's Sustainability Policy determines the following commitments:

- Ensure the sustainable use of water resources;
- Continuously improve processes that interact with the environment and water resources;
- Prevent and reduce environmental impacts through risk management;
- Comply with applicable environmental and water resources legislation;
- Integrate environmental and water resources objectives and goals into strategic and operational planning;
- Implement and consolidate social responsibility actions aimed at protecting, conserving and recovering the environment;
- Promote actions to mitigate greenhouse gases and adapt to climate change;
- Incorporate the circular economy and eco-efficiency in the processes;
- Foster the innovation of technologies aimed at protecting, conserving and recovering the environment;
- Ensure the availability of water for current and future generations;
- Diagnose, Preserve and Conserve Springs and Settlement Areas as sources of water resources for supply and dilution.

7. GUIDELINES

- Develop projects that combine economic development, social inclusion and protection of the environment and water resources;
- Encourage our chain of suppliers and partners to adopt the best management practices;
- Insert environmental sustainability and corporate social responsibility requirements into hiring processes whenever possible;
- Carry out environmental diagnoses of the processes and use them as input in the multiannual investment plan (PPI) process;
- Adapt the needs of investments in sustainability to the Multiannual Investment Plan and the Company's Investment Policy;

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- Align projects, works and operations with Full Environmental Compliance;
 - Continuously train the workforce to comply with environmental legislation;
 - Regularly and transparently communicate our environmental performance to all stakeholders, also talking about their doubts and concerns in this matter;
 - Apply the hierarchy of the National Solid Waste Policy (Non-generation, reduction, reuse, recycling, treatment and adequate final disposal) prioritizing sustainable waste management in all of the Company's processes;
 - Develop and align projects aimed at obtaining ESG investment lines;
 - Support selective collection and recycling centers to reduce waste landfill;
 - Review Sanepar's production chain with a view to promoting the Circular Economy;
 - Annually prepare the IGEE (Greenhouse Gas Inventory) and publish it on national and state platforms;
 - Manage and propose GHG reduction targets in the main sources;
 - Consider the mitigation of emissions in the studies of alternatives for effluent treatment projects and sanitary landfills;
 - Insert in third-party and supplier agreements, when applicable, the request for data declaration for the improvement of the IGEE;
 - Develop and disseminate technologies that are less intensive or neutral in terms of GHG emissions;
 - Improve the energy efficiency of equipment and plants;
 - Prioritize the use of renewable fuels in the fleet or equipment;
 - Participate in discussions and monitor regulations related to emissions and climate change;
 - Develop an Adaptation and Resilience plan to climate change, considering the risks to the company's processes;
 - Use water resources in a rational and integrated manner, based on sustainable development, and prevent and defend Sanepar against possible extreme hydrological events;

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- Carry out the management of water resources and their adaptation to the diversities of processes, the integration of such resources along with environmental management and land use;
 - Implement and maintain the Water Safety Plan (PSA) in all company systems;
 - Implement and maintain the Safety Management of Dams and Reservoirs;
 - Implement and maintain the Water Springs and Protected Areas Conservation Program aiming at the perpetuity of the sources of Natural Resources;
 - Develop and align social responsibility projects with stakeholders, prioritizing compliance with financial constraints (socio-environmental service in sanitation projects) and in social-environmental actions aimed at protecting, conserving and recovering the environment with an emphasis on water resources;
 - Develop and align social responsibility projects aimed at the internal public, aiming at valuing the workforce and internalizing the concept of sustainability.

8. RESPONSIBILITIES

8.1. Board of Directors

- Approve Sanepar's Sustainability Policy.
- Decide on topics related to its assignments.

8.2. Executive and Deputy Boards:

- Promote the process of compliance with the approved guidelines and ensure that they are aligned with best management practices, including the Company's strategic planning.
- Ensure the alignment of planning actions, promoting the necessary adjustments through operating standards standardized in their respective boards.

8.3. Management Departments Responsible for Value Chain Processes:

- Follow the guidelines of the Sustainability Policy that are related to the processes under their responsibility.

8.4. All Employees:

- Know and comply with Sanepar's Sustainability Policy in all its activities.

9. RESPONSIBILITIES

Non-adherence to the responsibilities set forth in this Policy must be examined by the Governance and Compliance Bodies and submitted to the Executive Board for the measures to be adopted for the purpose of determining liability.

Violations of the provisions of Sanepar's Sustainability Policy will be sanctioned according to the penalties provided for in the Disciplinary Regulation and the Company's Code of Conduct and Integrity.

10. FINAL PROVISIONS

Doubts and questions regarding the interpretation of this Policy must be clarified with the Environment and Social Action Executive Office or with Sanepar's Compliance area.

This policy is effective on the date of its approval by the CA.

11.HISTORY

Sustainability Policy			Version	1 st
			Management Area	DMA
			Confidentiality	External Audience
Version	Date	Responsible	Approver	Change Description
1	09/23/2021	Environment and Social Action Executive Office (DMA)	Board of Directors	Initial Issue