

Local Bounti Corporation

Environmental Policy

(adopted and approved on December 19, 2022)

Local Bounti Corporation (collectively with its subsidiaries, “Local Bounti,” “we,” “our,” or “us”) is committed to ensuring a healthy and sustainable environment and to conducting our business ethically and in compliance with applicable laws, rules, and regulations.

We are starting a new chapter in agriculture, building a business with sustainability at its core. Local Bounti’s focus on LOCAL is core to our desire to transform our local communities, the agriculture workforce, and our environment.

We envision **a world without food scarcity where people are nourished and a planet that is safe from harm.** To achieve this goal, we believe our operations must not negatively impact the environment, our employees, or our communities. In the end, we believe that **everything we do, we do for the greater good . . . of people and the planet.**

Guiding Principles

We conduct our business in ways that are designed to preserve the environment, while reducing our environmental footprint and protecting stakeholder interests. We disclose our impacts in our annual Sustainability Reports (using GRI and SASB frameworks) and other disclosures including CDP and the UN Global Compact.

We adhere to applicable legal requirements relating to the environment everywhere we do business. In addition, our environmental efforts include the following key areas, which are defined by our long-term aspirational goals:

Water Stewardship

Local Bounti believes that the right to water is a fundamental human right, and as such we are committed to responsibly using our water resources. Our facilities measure, evaluate, and work to reduce our site water intensity (volume per unit of production) and total usage. As part of our commitment, we evaluate our usage as compared to industry standards and participate in benchmarking studies.

To improve our water efficiency, Local Bounti invests in water re-use technologies including condensate recycling. We measure our fresh water (well, surface, and municipal) usage and regularly evaluate other water supplies as appropriate. Some Local Bounti facilities use rainwater collection.

Climate Protection

Even as Local Bounti rapidly grows its business, we work to achieve aggressive climate goals, including the following:

- Evaluating our operating businesses and investments to improve their energy efficiency, transition to electric growing facilities and reduce the carbon intensity of our electricity
- Adopting a Science-Based Target (SBT) by the end of 2023





- Establishing an internal cost of carbon for internal investment and payback analysis (for 2023, \$50/metric ton)
- Producing GHG free leafy greens by 2030
- Producing net zero carbon emissions by 2050

Sustainable Packaging

We envision a world without waste where, through recycling, re-use, and innovation, our packaging is seen as a valuable resource for future use, ideally as new packaging in a circular economy. Much of our packaging takes the form of the packaging used in our sales to retail and consumers. For these audiences, we believe providing extended product life, which dramatically reduces food waste, is critical to our success. High-performance packaging is key to meeting our extended shelf-life commitments, and plastics are the current best-in-class solution for leafy greens packaging. In addition, our enclosed packaging solution provides a high level of food safety for our consumers. To maintain this high level of product performance while working to achieve this vision, we support the following goals:

- Eliminating problematic and unnecessary packaging across operational aspects
- Taking actions that support 50% of plastic packaging being recycled or composted in the United States by 2025
- Working towards 100% of consumer-facing packaging having on-package recycling instructions by the end of 2023
- Working towards 100% of consumer-facing packaging being recyclable, reusable, or compostable by the end of 2025
- Using an average of 30% recycled content or responsibly sourced biobased content in consumer-facing packaging by the end of 2025, including a minimum of 20% post-consumer recycled content
- Identifying opportunities and solutions to improve the sustainability of packaging across operational aspects

A smaller portion of our packaging has to do with the receiving and processing of materials within our operations. We manage this packaging at end of life within our waste management program.

Sustainable Sourcing

Local Bounti is dedicated to working toward more ethical and sustainable sourcing of our supplied materials. We are committed to working with our supply partners to align our goals. In 2022, Local Bounti engaged with our top ten suppliers through a sustainability survey, and we expect to use this data to define more specific actions in 2023. We have adopted a Supplier Code of Conduct, which is available on our website.

We expect to report our progress against these goals in our annual Sustainability Report and on our website.

Chemical Usage

Local Bounti is committed to reducing our total usage of chemicals. Supporting healthy plant development and a low-impact indoor growing environment requires the use of certain chemicals. These chemicals may include fertilizers, nutrients, pesticides (including herbicides and fungicides), cleaning agents, and other treatments depending on the facility. Each of our



facilities has implemented an integrated pest management (IPM) plan, which is designed to detect and mitigate pests in our growing environments. The IPM plans and chemical applications are overseen and implemented by trained and certified technicians.

Waste Disposal

By the end of 2023, Local Bounti will divert a minimum of 25% of all waste away from landfills to alternative more sustainable solutions including composting and recycling. This goal will increase to 50% by the end of 2024. This waste consists primarily of organic waste from the growing of our crops, but also includes packaging materials and other waste produced in our business. Our local waste practices prioritize composting, reusing, and recycling to maximize waste diversion from landfills.

Our facilities do not produce significant hazardous waste, but we do have excess, expired, and unused chemicals for cleaning, maintenance, and growing. Hazardous waste is disposed of properly in accordance with law.

Environmental Stewardship

As we build new facilities and upgrade our existing facilities, we follow applicable laws for site expansion and development and conduct environmental assessments where required.

Beginning in 2023, Local Bounti expects to conduct on-site biodiversity assessments for each of our operating facilities.

Risk Assessment and Management

Local Bounti's ability to operate facilities reliably may be adversely affected by severe weather including hurricanes, tornados, lightning strikes, wind, snow, hail, and rain. These weather events could cause damage or destruction to our facilities, could interrupt the supply of labor or other inputs necessary to operate our facilities, and could affect the customers or distribution channels. In connection with the impact of unpredictable natural disasters, we could experience significant delays in or stoppage of production. Severe weather events or natural disasters could result in significant losses and seriously disrupt our business.

Local Bounti conducts annual assessments of these and other environmental risks and emerging trends. Responses to significant risks are included on-site standards operating procedures.

Sustainability Reporting

Local Bounti reports annually on our environmental, social, and governance (ESG) priorities and progress through our annual Sustainability Report (per GRI and SASB standards). In addition, many of our environmental commitments and progress are include in annual CDP and UN Global Compact reporting. <https://localbounti.com/sustainability/>

Environmental Policy Feedback and Reporting

Local Bounti is committed to transparency and welcomes feedback. Any reports or concerns about this policy can be made using our whistleblower hotline, as described in our Whistleblower and Complaint Policy, which is available on our website. Reports can be made anonymously.