



Acerinox, S.A. Directors' Remuneration Policy

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Free translation from the original in Spanish. In the event of discrepancy,
the Spanish-language version prevails.



ACERINOX, S.A. DIRECTORS' REMUNERATION POLICY

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1. Introduction

In accordance with the provisions of article 529 novodecies of the Spanish Capital Companies Act¹, regarding the approval of the Directors' Remuneration Policy, article 6 of Appendix III of the Regulations of the Board of Directors of Acerinox, S.A. ("ACERINOX" or the "Company") establishes, among the duties of the Appointments, Remuneration, and Corporate Governance Committee (the "CNR&GC"), the duty to propose to the board of directors a Directors' Remuneration Policy, to be submitted to the Annual Shareholders' Meeting for approval.

The board of directors of ACERINOX, at the proposal of the CNR&GC, submitted the Directors' Remuneration Policy to the Annual Shareholders' Meeting (the "**Annual Shareholders' Meeting**" or the "**Annual Meeting**"), applicable from the time of approval at the Annual Shareholders' Meeting in 2022 for the following three (3) fiscal years (that is, until December 31, 2025).

This Policy was the result of deep reflection and a comparison exercise between the remuneration of ACERINOX directors and those of comparable companies.

The Company is aware of the importance of corporate governance, which helps establish investor trust, attract talent, and build brand image. In the medium and long term, this is a key way to increase a company's value, enhancing its attractiveness in the markets.

As required by recommendation 56 of the Good Governance Code of Listed Companies, the remuneration of the directors should be sufficient to attract and retain directors with the desired profile and to reward the dedication, qualifications, and responsibility that the position demands, but not so high as to compromise the independent judgment of non-executive directors. The stagnation in remuneration threatens to turn the ACERINOX board in the medium term into a less attractive place, especially if the aim—as is the norm in a multinational company—is to attract the talent and experience of professionals with worldwide reach who have many more alternatives than time available to them. In the same way, if in the medium term it is desired to establish stricter limits to the growing phenomenon of overboarding, it will be necessary to accept that even at a national level it is necessary to offer, apart from a sustainable business project with a great capacity for development and growth (which ACERINOX and its Group currently fulfill), a remuneration in accordance with the growing demands of corporate life in a more technified and complex international environment, with the concomitant increase in responsibility.

Within the framework of the continuous reflection process carried out by the CNR&GC, the Company has carried out a new review of the remuneration system for ACERINOX directors and senior management, identifying some aspects that could improve the Company's corporate governance system.

As a result of the conclusions reached in the reflection process, the CNR&GC has

¹ Royal Legislative Decree 1/2010, of July 2, approving the revised text of the Spanish Capital Companies Act ("**Capital Companies Act**," or the "**LSC**").

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proposed the following measures to the board of directors for approval:

- Eliminate the ability of ACERINOX directors to claim attendance fees for attending meetings of the board of directors and its committees. Instead, directors will receive fixed annual remuneration in their capacity as such, payable monthly in arrears and prorated on a daily basis in the event that the corresponding position is not occupied during the entire year. The remuneration of each director in their capacity as such will be made within the framework of the current Remuneration Policy and bylaws, respecting the annual maximum and other criteria set forth in the Remuneration Policy.

Directors' annual remuneration in their capacity as such will vary, depending on the functions and responsibilities assigned to each of them, on whether they are members of a board committee, and on other objective circumstances that are deemed relevant.

- To modify the remuneration system for the chief executive officer as follows:
 - Increase the position's fixed monetary remuneration by 3%.
 - In relation to annual variable remuneration:
 - Reduce the chief executive officer's maximum annual variable remuneration from 250% to 175% of their fixed monetary remuneration.
 - Eliminate the bonus pool so that annual variable remuneration would correspond exclusively to the target bonus.
 - Increase the multi-year variable remuneration target amount from 50% to 125% of fixed monetary remuneration and the maximum amount from 100% to 250%.
 - Update the chief executive officer's total maximum theoretical remuneration for performing executive duties in line with the above measures.
- Improve the policy's alignment with corporate governance trends.

With these changes, the CNR&GC is confident that the directors' remuneration system will be better aligned with the long-term interests of the company and its shareholders, and with standard market practice regarding remuneration.

Taking into account the above, notwithstanding the fact that the current policy would remain current until December 31, 2025, the ACERINOX board of directors, at the proposal of the CNR&GC, has agreed to submit for approval at the Annual Shareholders' Meeting this Remuneration Policy for the Company's directors (the "**Remuneration Policy**" or the "**Policy**") applicable from the time of approval at the Annual Shareholders' Meeting in 2024 until December 31, 2027.

If approved at the Annual Shareholders' Meeting, the Remuneration Policy (to be attached to the supporting report prepared by the CNR&GC) will replace the Directors' Remuneration Policy for fiscal years 2022 to 2025 (inclusive), approved at the Annual Shareholders' Meeting on June 16, 2022.

Any modification or substitution of this Remuneration Policy while it remains in force will require approval at the Annual Shareholders' Meeting, in accordance with the

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provisions of current law. If the policy is to be reviewed, any significant changes will be described and explained, detailing how these have taken into account any votes cast and opinions received from shareholders regarding the Policy and the annual directors' remuneration reports since the date of the most recent vote on the Remuneration Policy.

2. General principles of the Remuneration Policy

This Directors' Remuneration Policy is inspired and based on the following general principles:

- (a) It is intended to be clear and understandable, and a reading of this policy, without reference to other documents, should be sufficient to understand it in its entirety.
- (b) Its adequacy for attracting and retaining directors with the desired profile and for rewarding the dedication, qualifications and responsibility that the position requires of directors, without compromising the independent judgment of non-executive directors.
- (c) Reasonable proportionality with the importance of the Company, its economic situation at any given time, and the market standards of comparable companies, as well as the policy's adjustment to factors of moderation and adaptation based on the Company's results.
- (d) A focus on promoting the profitability and sustainability of the Company in the long run, incorporating the necessary safeguards to avoid excessive risk-taking and the rewarding of unfavorable results. In the case of executive directors, a significant part of their variable remuneration is subject to the achievement of ESG goals: diversity and inclusion, accident rate, CO2 emissions, and energy intensity, with a combined weighting no lower than 10%. The board of directors will determine the allocation of ESG goals on an annual basis and may not set a lower weighting than the one indicated.
- (e) Remuneration linked to the Company's results will take into account any qualified opinions in the external auditor's report that reduce such results.
- (f) The remuneration system will maintain a balance between a fixed annual remuneration that should keep the director's interest in being such and require sufficient dedication, and an attendance compensation that ensures the director's presence in the forum of which they are a member.
- (g) In determining the remuneration, the conditions of employment and remuneration of the Company's employees are taken into account.

3. Directors' remuneration in their position as such

The total remuneration corresponding to each director in their capacity as a director will be determined by the Directors' Remuneration Policy. Yearly remuneration may vary depending on the functions and responsibilities assigned to each director, on whether they are members of a board committee, and on other objective circumstances that are deemed relevant.

3.1 Maximum amount of remuneration approved at the Annual Shareholders' Meeting

The Annual Shareholders' Meeting held on June 16, 2022, set the total maximum remuneration for the board of directors at two million two hundred thousand (2,200,000) euros.

During the term when the Policy is in force, the total maximum amount of remuneration set at the Annual Shareholders' Meeting will be distributed only among the directors in their capacity as directors (without taking into account the remuneration of executive directors). The items, and the total amount of remuneration for the executive directors, are set out in section 4 below.

The Company will report on the remuneration ultimately paid to each of the directors in their capacity as directors in the corresponding Annual Report on Directors' Remuneration.

3.2 Fixed annual allowance as members of the board of directors and its committees

The Annual Shareholders' Meeting held on April 22, 2024, approved the establishment of new payment amounts for membership on the board of directors and its committees, which as of that date are as follows:

- (a) The remuneration for membership on the board is modified to eighty thousand (80,000) euros.
- (b) The remuneration for membership on committees is modified to forty thousand (40,000) euros for each committee to which they belong.
- (c) The additional remuneration for occupying the position of coordinating director and, if applicable, that of vice chair of the board, is set at sixty thousand (60,000) euros.
- (d) The remuneration for chairing a committee is modified to sixty thousand (60,000) euros. This remuneration is incompatible with that listed under letter b.
- (e) The remuneration of the chair of the board is set at one hundred and sixty thousand (160,000) euros. This remuneration is incompatible with that listed under letter a.

These amounts will be payable monthly in arrears and will be prorated on a daily basis in the event that the corresponding position is not occupied throughout the entire year.

The board of directors will establish annually, following a report from the CNR&GC, within the statutory framework and the maximum annual amount approved at the Annual Shareholders' Meeting, the amount to be distributed among the members of the board of directors. It will also report on the remuneration ultimately paid in the corresponding Annual Remuneration Report.

The directors in their capacity as directors will not receive attendance fees for attending the meetings of the board or the committees. However, they will be entitled to reimbursement of reasonable travel and accommodation expenses for attending the meetings if they reside in a province other than the location of the Company's registered office.

4. Directors' remuneration for the performance of executive duties

The remuneration system for executive directors complies with the provisions of commercial legislation contained in the Capital Companies Act, as well as with the provisions of the Company's bylaws and the regulations of the Company's board of directors.

Currently, the chief executive officer is the Company's sole executive director.

In any case, the remuneration of the chief executive officer in their capacity as a director is compatible with that derived from the exercise of their executive duties.

The components that may form part of their remuneration package for the performance of executive duties are detailed below:

- Fixed annual remuneration ("**Fixed Remuneration**"), which may be composed, in turn, of the following elements:
 - a) Fixed monetary remuneration ("**Fixed Monetary Remuneration**"), which constitutes a significant portion of the chief executive officer's total remuneration.
 - b) Select in-kind remuneration ("**Fixed In-Kind Remuneration**").
 - c) Annual contribution to a savings plan ("**Private Pension System**" or "**Private Pension Plan**").
- Variable remuneration ("**Variable Remuneration**"), which may be composed of the following elements:
 - a) Annual variable remuneration (the "**Annual Variable Remuneration**"); this comprises a target bonus linked to the company's economic performance (mainly EBITDA, net income, and net financial debt) and sustainability criteria (the "**Target Bonus**").
 - b) Multi-year variable remuneration ("**Multi-Year Variable Remuneration,**" "**Long-Term Incentive,**" or "**LTI**"), linked to the achievement of certain Company strategic objectives.

The contracts of the executive directors will reflect the remuneration elements that are ultimately included in their remuneration packages.

The design of the remuneration scheme for executive directors aims to establish a balanced, effective relationship between fixed and variable components.

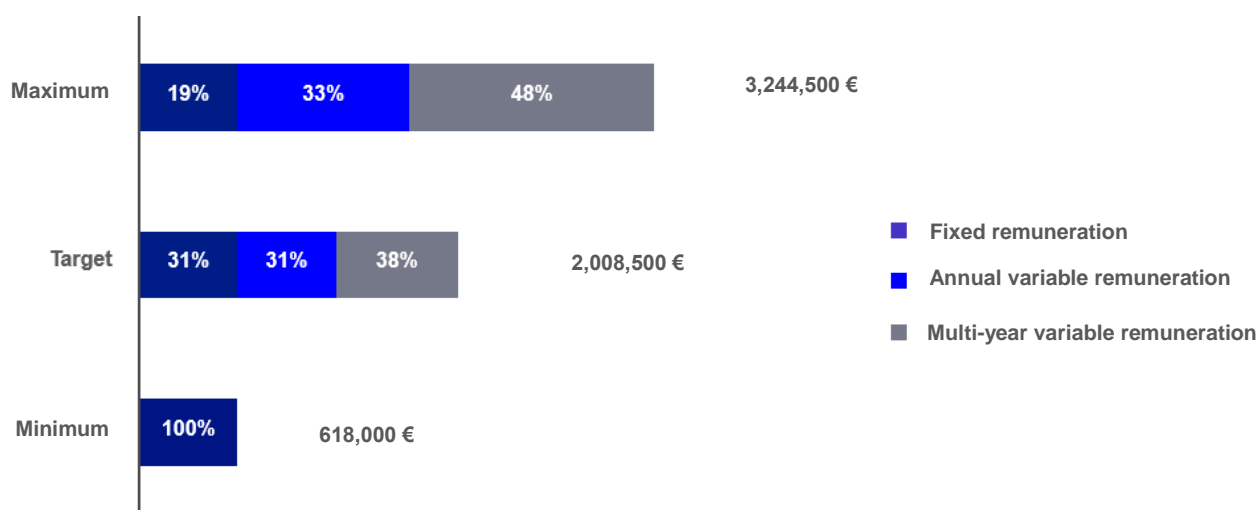
The structure of the remuneration components for the ACERINOX chief executive officer is shown below, taking into account different scenarios and their relative proportions. The graphs show the weight of the different remuneration elements (Fixed Monetary Remuneration, Annual Variable Remuneration, and Multi-Year Variable Remuneration) over total remuneration (the sum of these).

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Chief executive officer

Fixed Monetary Remuneration*		EUR 618,000
Annual Variable Remuneration (Target Bonus)	Minimum	0% Fixed Remuneration
	Target	100% Fixed Remuneration
	Maximum	175% Fixed Remuneration
Multi-Year Variable Remuneration	Minimum	0% Fixed Remuneration
	Target	125% Fixed Remuneration
	Maximum	250% Fixed Remuneration

* This does not include Fixed In-Kind Remuneration, which totals thirty thousand (30,000) euros, or the contributions to the Private Pension Plan, the amounts of which should be determined by an insurance actuary.



4.1 Fixed Remuneration

The Fixed Monetary Remuneration of the chief executive officer totals six hundred eighteen thousand (618,000) euros per year.

4.2 Variable Remuneration

- a) Annual Variable Remuneration comprises a target bonus, which corresponds to 100% of Fixed Monetary Remuneration (six hundred and eighteen thousand (618,000) euros) if the objectives are fully met, or up to 175% of the Fixed Monetary Remuneration figure if targets are exceeded by more than 130%.

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For any percentage of exceedance of the target, the target bonus increase is calculated by linear interpolation.

In the same way, if the targets are not reached, the target bonus will fall below 100%. If it falls below 70%, it will be canceled in full.

The target bonus is determined and accrued annually and will be paid when the board of directors, following a report from the CNR&GC, has verified that the parameters justifying the accrual have been met.

The target bonus objectives are linked to the Company's economic performance, mainly EBITDA, net profit, and net financial debt, constituting a maximum of 60% of the total weight of this incentive. Sustainability criteria, such as occupational safety, GHG emissions, water consumption, diversity, recycling, etc., may not make up less than 10%.

The board of directors will specify in the Annual Remuneration Report the incentives indicated, their relative weight, and the manner in which they have been applied.

- b) LTI is the free provision of ACERINOX shares accrued in a generation period of three (3) years. The term has been chosen with the intent of rewarding long-term wealth generation and for comparison with the profits that the ACERINOX shareholder earns during that period.

The chief executive officer shares this system with the other members of senior management.

The LTI is structured in plans, each with three-year (3) cycles. At the end of each cycle, the calculation is made and paid—or not—as appropriate.

The LTI allows the beneficiary to receive in shares a value between 0% and 250% of their Fixed Monetary Remuneration, with the target for the chief executive officer being 125%.

The exact amount depends on the result of two (2) metrics:

- The first metric, with a weight of 75%, is calculated based on the total shareholder return ("TSR") relative to other IBEX 35 nonfinancial companies over the period. The TSR is the sum of the dividends distributed, dividend-like transactions (not the share buyback), plus the positive or negative difference in the share price. Depending on the final ranking, LTI entitlement will or will not accrue.

Currently, the companies taken as benchmarks in the second plan (currently in force) are as follows: *Acciona, ACS, Aena, Almirall, Amadeus, ArcelorMittal, Cellnex, Cie Automotive, Colonial, Enagás, Ence, Endesa, Ferrovial, Grifols, IAG, Iberdrola, Inditex, Indra, Mapfre, MásMóvil, Meliá Hotels, Merlin Properties, Naturgy, Redeia, Repsol, Siemens Gamesa, Telefónica, and Viscofan.*

- The second metric, this one with a weight of 25%, compares the return on equity ("ROE") of ACERINOX in relation to a universe composed by

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seven (7) other companies devoted to the same kind of activity, and selected for their publication of periodic and reliable economic data.

At present, these companies are the following: *Aperam, ArcelorMittal, Outokumpu, Salzgitter, SSAB, Posco, and Voestalpine.*

In both cases, the board of directors may, in view of the circumstances, make appropriate adjustments in the interests of fairness and effectiveness of the system.

The final calculation of the shares to be delivered is based on the weighted average share price over the thirty (30) trading days prior to the commencement of the plan. In the second plan, which is currently in force, the amount for this purpose is eight euros and ninety-five cents (EUR 8.95).

Setting a fixed value for share allocation ensures that the economic expectation for the LTI in each cycle is aligned with changes in ACERINOX's stock price.

4.3 Variable Remuneration clawback clause

a) For Annual Variable Remuneration:

The Company may require the repayment in full of any amounts unduly received, or to offset them against other remuneration of any kind to which it is entitled if, within two (2) years of payment, there is irrefutable proof that the parameters used to calculate the variable remuneration were incorrectly measured and this is due to:

- i. the reformulation of the Company's financial statements, when the external auditors consider it necessary, except in the case of a change in accounting regulations; or
- ii. any other reason, including, but not limited to, the following:
 - Information that is manifestly false or seriously inaccurate and that is subsequently proven to be false or inaccurate.
 - If circumstances arise that mean the chief executive officer is removed from office due to a failure to perform their duties or engaging in any action or omission that causes damage to the Company.
 - Serious noncompliance with internal codes of conduct or policies approved by the Company or the Group.
 - Any other situation involving a breach of the Company's mandatory rules by the chief executive officer.

When such undue payment is the result of willful or gross misconduct on the part of the beneficiary, as considered by the board of directors, at the proposal of the CNR&GC, the amounts unduly paid will be returned at their gross amount, and the chief executive officer will be responsible for carrying out any restitutionary processes with the tax authorities.

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If the conduct is not fraudulent or seriously culpable, the chief executive officer will reimburse the amount actually received in excess and authorize the Company to carry out the corresponding processes, where appropriate, for the return of incorrectly paid taxes. The chief executive officer will provide procedural and legal representation for this purpose.

The board of directors, at the proposal of the CNR&GC, will determine, where appropriate, whether the circumstances have arisen that should lead to the application of the aforementioned recovery clauses.

b) For Long-Term Incentives:

The Company may require the return of the shares delivered under the corresponding plan or may even offset their delivery by means of the retention of other remunerations of any type the beneficiary may be entitled to receive, in the event that during the two (2) years following the plan settlement date, the board of directors considers that any of the following situations arises:

- Group losses in the two (2) years following the termination date of the cycle as a result of negligent management during the years included in the measurement period.
- Reformulation of the financial statements of the Company, when the external auditors consider it necessary, unless it is because of a change in accounting regulations.

The return of the shares will entitle the Company to require the beneficiary to enable the Company to take the corresponding steps, where appropriate, for the return of incorrectly paid taxes. The chief executive officer will provide procedural and process-focused representation for this purpose.

4.4 Payment in kind

The chief executive officer receives the following in-kind remuneration:

- Health insurance policy with a well-regarded firm for the chief executive officer, their spouse, and their first-degree descendants.
- Vehicle for the performance of their duties, which may be used for personal purposes in the appropriate proportion.
- Life insurance, as provided to other ACERINOX staff.
- D&O policy that ACERINOX has secured for all its executives and directors.
- Accident insurance with an insured capital of two million (2,000,000) euros.

4.5 Private Pension Plan

The Company makes a yearly contribution to the Private Pension Plan that will allow the chief executive officer, should they retire while working at ACERINOX, to receive a constant, lifetime pension, supplementary to that of the Social Security pension so that, added to the pensions recognized by the Spanish Social Security System or an equivalent or similar body abroad—or the total sum of these—they amount to the

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equivalent of 75% of the pensionable salary to be received.

The system also provides a pension for the spouse in the event of death, and similar coverage in the event of disability.

The chief executive officer will not be entitled to the funds accumulated or set up if the contractual relationship is terminated due to resignation or as a result of a serious, culpable fault in the performance of their duties.

Severance will be considered payable if any of the following conditions are met:

- The chief executive officer's contract is terminated at the request of the Company for reasons other than a serious and culpable breach.
- The chief executive officer's term of office expires without renewal.
- When, without completing their term of office, they cease to be chief executive officer for reasons other than resignation and serious and culpable breach, even if they are offered a job under the ordinary system, or a senior management post, unless the change is by mutual agreement.

The amount of the contributions will be determined after an actuarial calculation, mediated by an insurance broker external to the Company. Each year, the Company will report the amount contributed to this system in the Annual Remuneration Report.

This system was chosen because it brought together a variety of interests. The first is the loyalty of executive directors, as their voluntary resignation implies the loss of the funds accumulated for their benefit and, therefore, any offer from a competitor would oblige the latter to include in its salary package an amount similar to the funds renounced by the executive director. This makes ACERINOX practically immune to the risk of losing talent at the highest levels.

On the other hand, the concurrence of a serious and culpable cause in the termination of the contractual relationship determines the forfeit of any right to the accumulated funds, providing an incentive for diligence and rectitude.

Finally, the contributions to this system can function as a provision in case of the executive's dismissal on the part of the Company, by allowing part of the amount to be paid from the funds created.

5. Main conditions of executive directors' contracts

Non-executive directors are not bound by any contract but by their appointment as such and their subsequent acceptance thereof. Resignation or termination, even if it occurs before the end of their term of office, does not entitle the director to any compensation, nor is there any obligation to give advance notice.

The main conditions for the chief executive officer, including their remuneration, rights, and financial compensation, (i) are determined in their contract, (ii) fall within the remuneration categories determined in ACERINOX's bylaws, and (iii) are in line with this Remuneration Policy.

In this regard, the main terms and conditions of the current chief executive officer's contract are as follows:

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- **Duration.** The chief executive officer's contract is limited by their term of office, which may not exceed four (4) years—like that of the other directors of the Company—and which is linked to their tenure of office.
- **Notice.** In the event of resignation by the chief executive officer, their contract provides for a notice period of at least three (3) months in order to be able to organize their succession properly.
- **Termination benefits.** In the event of termination at the will of the board of directors without serious and culpable cause, the chief executive officer will be entitled to a severance payment equivalent to two (2) years' remuneration (without including salaries in kind or long-term incentive payments) and may also use to their benefit the mathematical provision made for their benefit in the Private Pension Plan in the part exceeding that amount, under the terms established in their contract.

In the event of the chief executive officer's resignation for reasons other than a change of ownership involving a substantial change in the terms and conditions of employment, the chief executive officer may neither receive severance nor use to their benefit the mathematical provision of the Private Pension Plan originally set up for their benefit.

- **Post-contractual noncompete agreement.** The chief executive officer will not be entitled to receive any amount in the form of a noncompete agreement or similar measure after the termination of the contractual relationship.

6. Why ACERINOX believes that the established variable remunerations help sustainability and business strategy

The chief executive officer is the only board member who has variable remuneration aligned with sustainability and business strategy, as follows:

- **Annual Variable Remuneration.** The Target Bonus is accrued on the basis of parameters that, as reported favorably by the CNR&GC, reflect the board's judgment of the Company's medium- and long-term performance.

The metrics selected by the board on an annual basis can be divided into:

- Metrics of economic performance: EBITDA, profit after tax, and debt.
- Metrics that refer to criteria for evaluating performance and impact on the Company in environmental, social, and governance areas such as occupational safety, emissions savings, energy savings, increased recycling, and waste reduction.
- A qualitative evolution, including parameters that are not directly financial, which the board must weigh.

The specific items and their weighting will be disclosed in the Annual Remuneration Report.

- **Long-Term Incentive.** The LTI, which is implemented through the delivery of stock, combines two shareholder decisions in its two (2) metrics: (i) in terms of TSR, why

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a prospective shareholder buys stock in a steel company, and (ii) in terms of ROE, why, having decided to invest in steel, they have chosen ACERINOX and not another similar company.

Both metrics align the interest of the shareholder and the executive director, as they will only generate an entitlement to share-based payment if shareholders have previously obtained a similar and proportionate benefit.

This incentive is generated over a period of three (3) years, as this is the time frame during which the objectives are measured. The intention is to compensate the director based on rises and falls in share prices that are not expected to last over time, or that follow the normal ups and downs of any listed market.

- The executive director's contract includes a clawback clause that would allow the Company to demand the return of the shares delivered if subsequent events showed that the calculation of the metrics was flawed or impaired by events that led to a correction in the calculation bases.

The current system is aligned with the Company's business strategy and the creation of permanent, long-term value, given that it makes it possible to attract professionals of high professional, academic, and human quality to the board of directors, as well as allowing workload and responsibility to increase. At the same time, it ensures that executive directors are not forced to take risky and shortsighted decisions.

7. Decision-making process for the determination, review, and implementation of the Policy

The main entities within the Company involved in the process of determining, reviewing, and applying the Remuneration Policy are as follows:

7.1 Annual Shareholders' Meeting

In accordance with the provisions of article 16.l) of the Company's bylaws, the Annual Shareholders' Meeting is responsible for deliberating and agreeing on the Directors' Remuneration Policy.

7.2 Board of directors

Under the terms set forth in article 25.3 of ACERINOX's bylaws and in articles 6 and 12 of the board of directors' regulations, the board of directors:

- a) may not delegate decisions related to the remuneration of directors within the statutory framework and the Remuneration Policy approved at the Annual Shareholders' Meeting;
- b) will set the remuneration of each director individually in their capacity as director within the framework of the bylaws and the Remuneration Policy, remaining within the annual maximum approved at the Annual Shareholders' Meeting, following a report from the CNR&GC;
- c) following a report from the CNR&GC, will determine the individual remuneration of each director for the performance of the executive duties attributed to them

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within the framework of the Remuneration Policy and in accordance with the provisions of their contract;

- d) will, with a two-thirds majority, approve the contract entered into between the Company and any member of the board appointed chief executive officer or granted executive functions. The contract will detail all items for which they may obtain remuneration for the performance of executive duties.

7.3 CNR&GC

Pursuant to articles 6 and 11 of Appendix III of the Regulations of the Board of Directors, the CNR&GC will have, among others, the following duties:

- a) it will propose to the board of directors the Remuneration Policy for directors and the chief executive officer and, at the proposal of the latter, that of the members of senior management, assessing the level of achievement of all executive directors and senior management of the objectives subject to variable remuneration;
- b) it will periodically review the Remuneration Policy for directors and executives, including share-based remuneration systems and their application, and will ensure that it is aligned with that of other companies with similar characteristics;
- c) it will report to the board of directors on the individual determination of the remuneration of each director in their position as such within the framework of the bylaws and the Remuneration Policy, as well as on the individual determination of the remuneration of each director for the performance of the executive duties attributed to them in accordance with the Remuneration Policy and the provisions of their contract;
- d) it will submit to the board of directors the draft of the Annual Report on Directors' Remuneration, the Remuneration Policy, which must be submitted to the Annual Shareholders' Meeting and, in general, ascertain the level of compliance with the Remuneration Policy established by the Company and verify the information on remuneration of directors and senior managers contained in the various corporate documents;
- e) it will review the information that ACERINOX disseminates through its website with regard to matters that fall within its purview.

8. Measures to avoid or manage conflicts of interest

Article 21 of the Regulations of the Board of Directors establishes, among other basic directors' obligations associated with their duty of loyalty, the duty to take any necessary measures to avoid situations in which their interests—either their own or those of others—may conflict with the Company's interests and their duties to the Company.

Article 22 of the Regulations of the Board of Directors sets forth the cases in which a director is obliged to abstain from participation, in compliance with the duty to avoid conflicts of interest. These are also applicable if the beneficiary of the prohibited acts or activities is a person related to the director.

In any event, the directors must disclose to the board of directors any conflict of interest, direct or indirect, that they or a related person may have in relation to the Company.

For these purposes, situations of conflict of interest involving directors will be disclosed in the annual report.

Furthermore, in accordance with article 13 of Appendix III of the regulations of the ACERINOX board of directors, the CNR&GC will support the drafting, approval, and amendment of corporate rules that prevent conflicts of interest or regulate their handling. It will report on any situations that arise in which a conflict of interest between the directors and the Company may be perceived, when this duty has not been assigned to the Audit Committee.

9. Relationship of the Policy to employee terms and conditions

The remuneration system for executive directors is aligned with that of the rest of the Company's employees insofar as it seeks to provide remuneration for the value they contribute to ACERINOX, sharing both its principles and the elements that make up the remuneration and shared goals, such as the following:

- The remuneration system offered by ACERINOX may be composed of fixed and variable components, as well as other benefits.
- Professionals are remunerated in a manner consistent with their level of responsibility, leadership, and level of performance within the Company, boosting talent attraction and the retention of key professionals.
- The remuneration system has a balanced, efficient relationship between fixed and variable components.
- Part of the total remuneration is variable; its payout is linked to the achievement of targets aligned with the Company's strategy.

Remuneration of the workforce of the different ACERINOX companies is not governed by a decision made by the board but by the collective agreements freely negotiated by the workers or by their representatives, and is in the upper range of average salaries of their different regions as is usual in the industrial sector, unlike other business sectors.

In the drawing up of this policy, which includes the remuneration scheme applicable to the Company's directors, the ACERINOX board of directors has paid special attention to the average social cost of the workforce of the largest Spanish business unit of the Acerinox Group.

In view of the above, the Remuneration Policy model applicable to executive directors is similar to the one used to establish the Remuneration Policy for the management team, reflecting only the market-based quantitative differences regarding (i) the position held, (ii) the level of responsibility, and (iii) professional experience.

10. Temporary exceptions

The ACERINOX board of directors, following a proposal by the CNR&GC, may agree to temporary exceptions to the Remuneration Policy. In all cases, these will be limited to

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exceptional situations in which an exemption from the policy is needed to serve the long-term interests and sustainability of the Company as a whole or to ensure its viability.

For these purposes, only the remuneration components set forth in paragraphs 3 and 4 of this Policy will be subject to exception.

The procedure to be followed if circumstances arise justifying such temporary exceptions will be as follows:

- The CNR&GC will issue a report assessing the circumstances and specific remunerations that would be subject to adjustment.
- The CNR&GC may rely on the opinion of an external advisor to prepare this report.
- Based on the report's conclusions, the CNR&GC will present to the board of directors, if applicable, the proposal for an exception.

In all cases, the Company will take into consideration the principles applicable to the policy and use the Annual Report on Directors' Remuneration to provide information about the exceptional situation that has led the board of directors to approve the temporary exception, as well as the purpose thereof.

11. Maximum amount of remuneration to be paid by ACERINOX to its directors

Total maximum remuneration of the board of directors (without taking into account the remuneration of the chief executive officer in their capacity as a director): two million two hundred thousand (2,200,000) euros distributed, as mentioned above, as follows:

- a) Directors in their capacity as directors: eighty thousand (80,000) euros/year.
- b) The chair of the board: one hundred and sixty thousand (160,000) euros/year. This remuneration is incompatible with that listed under letter a.
- c) Directors for committee membership: forty thousand (40,000) euros/year for each committee to which they belong.
- d) Committee chairs: sixty thousand (60,000) euros/year. This remuneration is incompatible with that listed under letter c.
- e) The coordinating director and, if applicable, the vice chair of the board: sixty thousand (60,000) euros/year, additional.

The maximum remuneration of the chief executive officer for the performance of executive duties will be the sum total of the maximums for each remuneration component listed in the Policy, and corresponding to the following items:

- Basic salary:	EUR 618,000
- Theoretical maximum bonus:	EUR 1,081,500
- Theoretical maximum long-term incentive:	EUR 1,545,000
- Salary in kind:	EUR 30,000

Theoretical maximum remuneration: three million, two hundred and seventy-four thousand, five hundred (3,274,500) euros. This figure does not include any severance

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packages that may arise, nor the contribution to the Private Pension Plan, to be determined by the insurance actuary.

12. Period of validity of the Remuneration Policy

This Remuneration Policy will be applicable, if approved at the Annual Shareholders' Meeting of ACERINOX, from the time of approval at the Annual Shareholders' Meeting in 2024 until December 31, 2027.

In accordance with the provisions of the Spanish Capital Companies Act, any amendment or replacement of the policy during this term will require prior approval at the Company's Annual Shareholders' Meeting.

Approved by the Annual Shareholders' Meeting