

CHIN HIN GROUP PROPERTY BERHAD
[Company Registration No. 200101017677 (553434-U)]
(Incorporated in Malaysia)

CLIMATE CHANGE COMMITMENT STATEMENT

INTRODUCTION

Chin Hin Group Property Berhad (“CHGP”), together with its subsidiaries (collectively referred to as “the Group”), affirms its commitment to addressing the risks and challenges associated with climate change across all operations within Malaysia. This commitment is centred on the Group’s ongoing efforts to enhance its business model and operational practices with the objective of progressively reducing climate-related impacts, including Scope One, Scope Two, and relevant Scope Three greenhouse gas (“GHG”) emissions.

To this end, the Group commits to actively pursue climate-conscious business practices, including but not limited to the:

- Adoption of lower-carbon products and materials;
- Sourcing of goods and services with reduced embodied carbon;
- Implementing less carbon-intensive operational and production methods; and
- Delivering energy-efficient products that are designed to minimise downstream emissions across their lifecycle.

The Group is committed to continuously assessing how climate change may affect its business model, financial stability, and operational resilience. In support of this, the Group has adopted the Task Force on Climate-related Financial Disclosures (“TCFD”) Framework to guide its climate governance and reporting practices. The Group shall also progressively implement the International Financial Reporting Standard S2 Climate-Related Financial Disclosures (“IFRS S2”), in alignment with the approach mandated by the Securities Commission Malaysia under the National Sustainability Reporting Framework (“NSRF”). This includes providing climate-related disclosures in a prescribed format, structured around the four core content areas of Governance, Strategy, Risk Management, and Metrics and Targets.

The Group is advancing efforts to measure, manage, and reduce emissions across Scope One (fuel and machinery use), Scope Two (electricity consumption), and selected Scope Three (supply chain, logistics, and embodied carbon in building materials). Near-term priorities are focused on Scope One and Two reductions, with progressive inclusion of Scope Three. These efforts reflect the Group’s broader ambition to decarbonise operations and contribute to national and global climate goals.

The Group recognises both the financial and impact materiality of climate change and remains committed to addressing these risks and opportunities within the scope of its available resources and capabilities.

The Board of Directors (“Board”) and Management are equally committed to minimising the Group’s environmental footprint, particularly through reducing direct and indirect energy use, lowering carbon emissions, and embedding sustainable construction practices across its operations and value chain. They also maintain ongoing oversight of climate change as a material topic, including the identification and management of inherent and emerging climate-related risks.

As part of its climate governance efforts Chin Hin Group Property Berhad (“CHGP”) and its subsidiaries have undertaken a Climate Risk Assessment (“CRA”) facilitated by an external partner of the International Financial Reporting Standards (“IFRS”) Sustainability Alliance. This CRA exercise has enabled the preliminary identification, categorisation, and assessment of physical and transition risks associated with climate change.

The detailed physical and transition risks for CHGP and its subsidiaries that undertook the CRA can be found in CHGP’s Annual Reports published in FY2024 and our corporate websites.

The Board maintains ultimate oversight on risks and opportunities associated with climate change and provides guidance to ensure the Commitment Statement aligns with the Group’s values, commitments, and long-term business objectives. The Board shall review this Commitment Statement periodically to ensure alignment with evolving regulations, industry practices, and stakeholder expectations.

SCOPE OF COMMITMENT STATEMENT

This Commitment Statement applies to CHGP and its subsidiaries within Malaysia.

It applies to all employees, including full-time, part-time, temporary, probationary, casual, contract, as well as interns. It also covers all employment levels of the Group, including the Board and Senior Management.

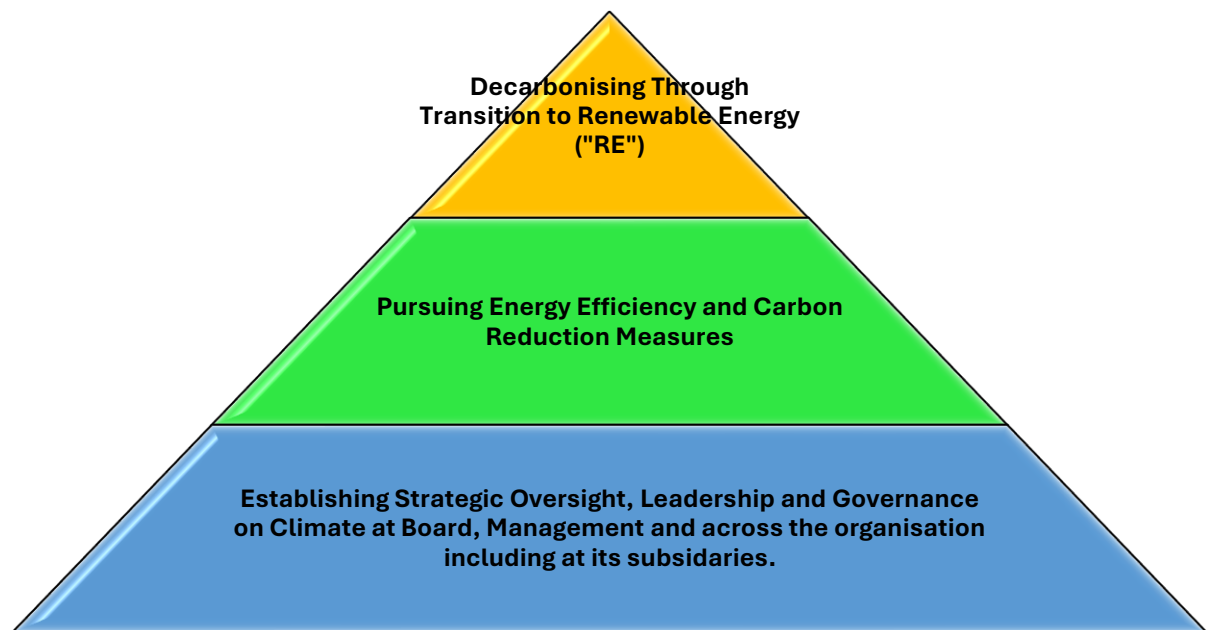
Where applicable, the Commitment Statement shall extend to the Group's supply chain. These shall include, but are not limited to, suppliers, business partners, vendors, contractors, consultants, associates, distributors, agents, licensees, manufacturers, sub-contractors, or any other third party that the Group has engaged in providing a product or service for CHGP or its subsidiaries (collectively referred to as "suppliers").

MANAGEMENT APPROACH AND METHODOLOGY TO CLIMATE CHANGE

- **Governance** – Establishing Board and Senior Management oversight to integrate climate considerations into property development and construction planning, procurement, and project execution.
 - **Risk Management** – Identifying physical risks (e.g., heat stress, flooding), transitional risks (e.g., higher compliance costs, carbon pricing), and reputational risks, while embedding mitigation measures.
 - **Strategy** – Implementing decarbonisation strategies, including renewable energy adoption, energy-efficient equipment, and green construction practices.
 - **Metrics & Targets** – Developing operational KPIs on energy intensity, GHG reduction, waste reduction, and resource efficiency, with a long-term ambition to achieve **Net Zero Carbon ("NZC") by 2050**.
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PRESENT ACTION PLANS AND STRATEGIES PERFORMANCE DATA

- In realising its NZC 2050 roadmap, the Group will focus on the following tiered strategy:



ACTION PLANS AND STRATEGIES

The Group's commitment to climate change includes:

- Integrating **climate considerations into project feasibility and cost-benefit assessments**;
 - Prioritising **low-carbon materials, designs, and methods** in operational activities;
 - Evaluating returns not only in terms of cost savings, but also in climate resilience and long-term asset value;
 - Conducting **energy audits** at high-consumption facilities and projects;
 - Replacing fossil fuel-powered machinery and equipment with **hybrid/electric alternatives**;
 - Implementing **digital construction technologies** (e.g., Building Information Modelling, project scheduling software, etc.) to reduce waste and optimise resource use;
 - Installing **motion sensors, LED lighting, and solar-powered outdoor lighting** at facilities and site offices; and
 - Transitioning the **company fleet** to electric or hybrid alternatives.
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PERFORMANCE TARGETS

The Group has established a Board-approved net-zero carbon 2050 target. The target was established considering both national and international developments pertaining to carbon.

This includes the Malaysian government's Net Zero 2050 aspirations as well as the continued push for 2050 being the critical year for decarbonisation by the United Nations and the annual Conference of Parties.

COMMUNICATION OF COMMITMENT STATEMENT

This Commitment Statement will be communicated to all employees across the Group and, where relevant, extended to suppliers and other external stakeholders. It can also be accessed on the Group's corporate website to ensure transparency and accountability.

PERIODIC REVIEW

This Commitment Statement shall be reviewed and, if required, updated annually to reflect evolving risks, opportunities, and progress against the Group's Net Zero Carbon 2050 ambition.

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