

WATER USE COMMITMENT STATEMENT

INTRODUCTION

Chin Hin Group–Property Berhad (“CHGP”) and its subsidiaries (collectively known as “the Group”) recognise water as a shared, finite natural resource that is essential to both its business operations as well as the wellbeing of surrounding communities and ecosystems. As such, the Group is aware of the growing pressures on water availability, driven by increasing consumption, pollution, climate change, and infrastructure limitations

Although Malaysia is not broadly classified as a water-stressed nation, the Group acknowledges that certain localities may experience water scarcity due to distribution challenges, ageing infrastructure, or high demand. These conditions are evidenced by periodic water supply disruptions, rationing measures, and other constraints. The Group remains committed to identifying and addressing water-related risks across its operational footprint.

This Commitment Statement, thus, affirms the Group’s approach to responsible water stewardship across its operations in Malaysia. Ultimately, the Group aims to minimise water consumption, enhance water use efficiency, and promote sustainable water management practices throughout its value chain. These efforts are aligned with the Group’s broader environmental, social, and governance (“ESG”) objectives and reflect its dedication to long-term resource resilience.

The Board of Directors (“Board”) maintains ultimate oversight on risks and opportunities associated with water use 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

This Commitment Statement applies to CHGBCHGP 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 of Directors 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").

COMMITMENT STATEMENT

To uphold this commitment towards water use, the Group aims to undertake the following:

- **Water Use Reduction** – Prioritise the reduction of potable water consumption across all operations by implementing operational efficiencies and adopting alternative water sources where feasible;
- **Alternative Water Sourcing** – Promote the use of recycled water, rainwater harvesting systems, and, where legally permissible, groundwater for operational activities;
- **Site-Level Water Stress Assessment** – Conduct periodic assessments to determine whether operational sites are located in or near water-stressed regions, based on local data and consultations with the relevant regulatory authorities;
- **Supplier Engagement** – Encourage suppliers to adopt water-efficient practices and align with the Group's water stewardship principles across the value chain; and
- **Target Setting and Monitoring** – Establish and monitor water consumption reduction targets using either absolute or intensity-based metrics. Progress of these targets shall be tracked and reviewed annually at the subsidiary level.

Full disclosures on the Group's water consumption data and reduction efforts shall be provided in CHGP's Annual Reports. These disclosures shall include management approaches, efficiency strategies, and stakeholder interactions related to water use.

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.

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