TCL Zhonghuan Renewable Energy Technology Co., Ltd.

Biodiversity Protection Policy

1. Introduction

Biodiversity is closely linked to human well-being and is an essential foundation for human survival and development. Upholding the philosophy of harmonious coexistence between humanity and nature, TCL Zhonghuan Renewable Energy Technology Co., Ltd. and its subsidiaries (hereinafter referred to as “TCL Zhonghuan”, “we” or “the Company”) fully support the United Nations Sustainable Development Goals, the Convention on Biological Diversity and the Kunming Declaration. We diligently implement the laws and regulations on biodiversity protection in the places where we operate, actively protect the ecological environment and continuously advance biodiversity protection across the industry chain.

2. Scope

This Policy applies to TCL Zhonghuan’s headquarters and all of its wholly-owned and controlled subsidiaries. All directors, senior management and employees of the Company are required to comply strictly with this Policy. At the same time, we encourage external strategic partners, upstream suppliers and downstream channel partners to comply with this Policy.

3. Commitments

The Company takes international frameworks and standards, including the United Nations Convention on Biological Diversity (CBD), relevant guidelines issued by the International Union for Conservation of Nature (IUCN), and the International Finance Corporation’s Performance Standard 6: Biodiversity Conservation and Sustainable Management of Living Natural Resources (IFC Performance Standard 6), as important guidance. Biodiversity conservation requirements are integrated throughout the entire process of project development, construction, daily operations, and supply chain management.

On this basis, the Company strictly complies with all applicable laws and regulations concerning biodiversity conservation, natural resource protection, and ecological and environmental protection in the jurisdictions where it operates. The protection of land, forests, water resources, and

ecosystems is regarded as a key boundary condition for project decision-making and implementation. The Company fully identifies, assesses, and manages the potential impacts of its business activities on surrounding ecosystems and biodiversity.

The Company makes the following key commitments:

1. To ensure that all production, operational, and project development activities result in no net loss of biodiversity;
2. To achieve zero deforestation and refrain from clearing natural forests or participating in activities that cause the destruction of natural forests;
3. Not to conduct operational activities within natural World Heritage Sites or their buffer zones;
4. To prohibit activities that are inconsistent with applicable conservation and management objectives within protected areas and other areas of significant biodiversity value.

Throughout the entire project life cycle and supply chain management process, the Company will follow the biodiversity mitigation hierarchy of “avoid, minimize, restore, and offset.” Priority will be given to avoiding adverse impacts on biodiversity. Where impacts cannot be fully avoided, appropriate measures will be taken to minimize and restore such impacts, with offsets implemented where necessary.

4. Strategies

4.1 Standardizing Project Development and Comprehensively Assessing Risks

In the site selection process, we ensure that we steer clear of environmentally sensitive areas and areas of significant biodiversity, including ecological conservation red lines, permanent basic farmland, nature reserves, drinking water source protection areas and habitats of endangered species, and we avoid, reduce and eliminate any adverse impacts to the greatest extent possible. In strict accordance with national laws and regulations, we conduct environmental impact assessments, biodiversity risk assessments and stakeholder engagement for our projects, comprehensively assessing the impacts that project construction and future production and operations may have on the ecological environment and biodiversity. During project construction, we strictly implement plans for the prevention and control of noise and of wastewater, waste gas and solid waste, deploy and use construction machinery appropriately and schedule working hours carefully, so as to avoid adverse impacts on local resident

communities and biological populations. Upon completion of construction, we promptly restore exposed ground surfaces, soil and vegetation.

4.2 Optimizing Power Plant Development and Supporting Ecological Restoration

Adhering to the power plant construction philosophy of “environmental friendliness and ecological protection”, we carefully plan the development of “PV+” projects and fully advance the construction of power plants in deserts, the Gobi and other arid regions. This reduces the extraction of natural resources, alleviates the scarcity of natural resources in local areas, increases vegetation coverage, reduces soil erosion, improves biodiversity, and supports the protection and restoration of natural resources and the ecological environment.

4.3 Advancing Green Manufacturing and Building Garden-Style Factories

In line with the Company’s high-quality development goals, we take phased measures to mitigate the adverse impacts of our business operations on biodiversity and ecosystems. We continuously pursue innovation in technology, products and manufacturing, increase investment in clean and low-carbon technology R&D, adhere to a “zero” emissions goal, advance source control, resource recycling and digitalization, and strengthen environmental monitoring within our operational scope, so as to reduce the adverse impacts on biodiversity arising from resource consumption, pollutant emissions and climate change, and to work towards achieving a net positive impact.

We comprehensively advance the construction of garden-style factories, increasing green coverage within our parks and enhancing aquatic and terrestrial animal diversity, so that our production areas coexist in harmony with the habitats of plants and animals and an internal biodiversity ecosystem is formed within the Company.

4.4 Promoting Green Supply Chain Development and Achieving Ecological Protection Together

Working hand in hand with our business partners, we integrate the philosophy of sustainable development into supply chain management and make every effort to deliver green management, green production, green packaging, green logistics and green recycling, promoting the development of a green supply chain, reducing impacts on the ecological environment and advancing biodiversity protection. We strengthen the sharing of biodiversity protection information across the upstream and downstream of the industry chain, actively support supply chain partners in carrying out projects and activities related to biodiversity protection, jointly develop green, low-carbon and circular research

technologies, support the green and low-carbon transition of the industry chain, and work with stakeholders to achieve ecological protection together.

4.5 Strengthening Education and Raising Awareness

We establish and improve a top-down training and education mechanism with full participation, carry out publicity and education on environmental protection through multiple channels and dimensions, and strengthen biodiversity protection awareness across the workforce. Putting our vision of environmental friendliness into practice, we proactively launch biodiversity protection initiatives, spread the philosophy of green and low-carbon development, advocate sustainable production and consumption, and work together to build a community of life on Earth in which humanity and nature coexist in harmony.

5. Policy Review and Revision

The Board of Directors is the highest decision-making and supervisory body for the Company's biodiversity management. The issuance of this Policy and the commitments contained herein has been endorsed by the Company's senior management. The Company shall formally review this Policy at least once a year. The review shall take into account changes in applicable laws, regulations and regulatory requirements; updates to international standards and industry guidelines; changes in customer requirements; and adjustments to the Company's relevant internal policies. Based on the review results and actual needs, the Company shall revise this Policy as appropriate to ensure that it remains current and applicable.

This Policy is published on TCL Zhonghuan's official website for reference by all stakeholders. Its implementation and the related key performance indicators are disclosed annually in the Company's sustainability report.