

TZE Biodiversity Conservation Policy

1. Introduction

Biodiversity is related to human well-being and is an important foundation for human survival and development. TCL Zhonghuan Renewable Energy Technology Co., Ltd. and its subsidiaries (referred to as "TZE", "we" and "the company") uphold the concept of harmonious coexistence between human and nature and assisting in the realization of United Nations 2030 Sustainable Development Goals (SDGs), the Convention on Biological Diversity and the Kunming Declaration, conscientiously implement the laws and regulations on biodiversity protection in all operating areas, actively protect the ecology and continue to promote the protection of biodiversity in the industrial chain.

2. Scope

This Policy is applicable to TZE and its subsidiaries. All business partners are encouraged to comply with this Policy.

3. Commitment

The company is committed to strictly abiding by laws and regulations related to biodiversity and no gross deforestation, and take the protection of land, forest, water resources and ecology as important boundary conditions of the entire process of project site selection, construction, daily operation and value chain management. And we have fully considered the impact on the surrounding ecological environment and avoid operating activities unrelated to ecological protection in and near important ecological protection areas. We are committed to achieving Net Positive Impact (NPI), supporting the 2050 Vision of "Living in Harmony with Nature" proposed in the Kunming Declaration, and making positive and long-term contributions to nature and biodiversity, and disclose mitigating actions we take and the net positive impact we achieve.

4. Strategy

4.1 Standardizing project construction and comprehensively assessing risks

During the project site selection process, it is ensured to avoid environmentally sensitive areas such as ecological protection red lines, permanent basic farmland, nature reserves, drinking water source protection areas, endangered species habitats, and areas with important biodiversity, and try to avoid, reduce and eliminate the negative impacts. We carry out project environmental impact assessment, biodiversity risk assessment and stakeholder communication in strict accordance with national laws and regulations, and comprehensively assess the possible impacts on the ecological environment and biodiversity during project construction and future production and operation. During the project construction process, we strictly implemented the noise and waste pollution prevention and control plan, rationally arrange and used construction machinery, and properly arrange the operation time to avoid adverse effects on local residential communities and biological populations. After the project construction is completed, the exposed surface, soil and vegetation will be restored in a timely manner.

4.2 Optimizing power-station development and assisting ecological restoration

We adhere to the concept of "environmentally friendly and ecologically protective" power station construction, make good plans for "photovoltaic +" project construction, make every effort to promote the construction of power stations in deserts and other areas, reduce the exploitation of natural resources, and improve the lack of natural resources in some areas, increase vegetation coverage, reduce soil erosion, improve biodiversity, and help protect and restore natural resources and the ecological environment.

4.3 Promoting green manufacturing and building a garden-style factory

Focusing on the company's high-quality development goals, we take step-by-step measures to mitigate the adverse impact of business operations on biodiversity and ecosystems. Continuously carry out technological innovation, product innovation, and manufacturing innovation, increase investment in research and development of clean and low-carbon technologies, adhere to the "zero" emission goal, promote source governance, resource recycling, strengthen environmental monitoring within the scope of operations, reduce resource consumption, pollution emissions and adverse impacts of climate change on

biodiversity, and committed to achieving a net positive impact.

Comprehensively promote the construction of garden-style factories, improve the greening rate of the park, the diversity of aquatic and terrestrial animals, promote the harmonious coexistence of the company's production areas and animal and plant habitats, and form an internal biodiversity ecosystem within the company.

4.4 Promoting the construction of green supply chain and jointly achieving ecological protection

Collaborate with business partners to integrate the concept of sustainable development into supply chain management, and strive to improve green management, green production, green packaging, green logistics, and green recycling to promote the construction of green supply chains, reduce the impact on the ecological environment, and promote biodiversity protection. Strengthen the sharing of biodiversity protection information upstream and downstream of the industrial chain, actively support supply chain partners to carry out projects and activities related to biodiversity protection, jointly create green and low-carbon cycle scientific research technology, assist in the green and low-carbon transformation of the industrial chain, and engage stakeholders to achieve ecological protection.

4.5 Strengthening education and raising awareness

Establish and improve a top-down training and education mechanism with the participation of all employees, carry out environmental protection publicity and education through multiple channels and dimensions, and strengthen the awareness of biodiversity protection among all employees. Implement the environmentally friendly vision, proactively initiate biodiversity protection initiatives, spread the concept of green and low-carbon development, advocate sustainable production and consumption, and jointly build a community of life on earth where man and nature coexist harmoniously.

5. Policy Review

This policy was approved by the company's General Manager in April 2024. This Biodiversity Conservation Policy shall be updated and revised in a timely manner or at least every three years.

This policy is published on the official website of TZE for all stakeholders to review, and the implementation of the policy and related key performance indicators will be disclosed annually in the company's Sustainability Report.

TCL Zhonghuan Renewable Energy Technology Co., Ltd.

General Manager SHEN Haoping

April 2024