



Sustainable Procurement Policy of China Overseas Land & Investment Ltd.

China Overseas Land & Investment Ltd. (“COLI”, “the Company” or “we”) dedicates to promoting sustainability. As the Company keeps progressing towards the strategic goal of “becoming an exceptional global property development corporation”, the processes are based on the strategy of “Four Excellences”, referring to “Good Products, Good Services, Good Effectiveness and Good Citizen”. We collaborate with working groups and business partners to abide by the core values, principles of ethics, social and environmental responsibilities.

We are committed to implying sustainable procurement, integrating Environmental, Social and Governance (ESG) factors into the procurement decisions, aiming to reduce the impact on natural resources, environment and ecosystems. We encourage our partners such as suppliers to abide by this policy and jointly build a sustainable supply chain, to enhance the sustainability and competitiveness of the supply chain.

We strive to:

- Procure sustainable materials, referring to the materials that have less adverse impacts on the environment and health from overall life cycle, which includes the construction materials adopted in the Company's development projects. Determining the environmental protection and health standards of materials, which are applied in construction, interior design and decoration, aiming at:
 - Selecting materials with no toxicity and fewer impacts on the human body and the environment;
 - Using materials and products with higher energy efficiency, sustainability, biodegradability and durability;
 - Giving priority to products that obtain green labels or healthy material certification or meet relevant standards;
 - Encouraging the use of materials that consist of environmental and health impacts declarations
- Monitor and manage the environmental impacts produced by the upstream and downstream activities of the supply chain, and incorporate environmental considerations in selecting the contractor and supplier selection procedures, processes and procurement decisions, which include:
 - Incorporating climate change as a considering factor in the procurement process and proactively considering using sustainable construction materials with green



certification. The use of low-carbon and energy-efficient products and materials is also encouraged;

- Reducing waste production and enhancing the recovery rate. Minimizing the usage of disposable products, try using products and corporate gifts with less-packaging, concerning waste treatment methods, prioritizing products with high-recyclability and strengthen the reuse and upcycling of the materials during operation;
- Meeting the principle of social responsibility during the adoption and production processes of products, and consider the environmental and social impacts of procured products throughout their life cycles;
- Considering the carbon emissions and environmental impacts from the material's transportation process, prioritize procuring local or regional raw materials whose origin is within 500 kilometers of the project site;
- Where appropriate, prioritizing suppliers with a commitment to sustainable development, including formulating and clarifying sustainable development values and commitments, adopting internationally recognized management systems and guidelines related to sustainable development, such as ISO9001 Quality Management System, ISO14001 Environmental Management System, ISO50001 Energy Management System, ISO26000 Guidance on Social Responsibility, OHSAS18001 Occupational Health & Safety Management System and other equivalent management systems;
- Incorporating principles of sustainable development in supplier management, practically implementing the Supplier Code of Conduct provided by the Company and observing relevant environmental and legal requirements. Regular assessments on the environmental protection performance of the contractor and supplier will also be conducted to ensure compliance; and
- Communicating sustainability policies to raise awareness of responsible and green procurement among employees, customers, contractors, suppliers and other stakeholders.

This policy applies to China Overseas Land & Investment Ltd. and its controlling subsidiaries. All employees involved in making purchasing decisions are expected to abide by this policy. This Policy will be reviewed and enhanced regularly to stay abreast with best practices and relevant guidelines and standards changes.

This policy is updated every three years. It can be reviewed and updated as appropriate when necessary.

Updated in June 2023