
Yihai Kerry Arawana Holdings Co., Ltd.

Environmental Policy

As an important agricultural products and food processing enterprise in China, Yihai Kerry Arawana Holdings Co., Ltd. (hereinafter referred to as the “Company”) is mainly engaged in oilseed pressing, edible oil refining, special oil, oil technology, rice circular economy, corn deep processing, wheat deep processing, soybean deep processing, food raw materials and ingredients, grain and oil science and technology R&D and other industries.

The Company is fully aware of the value, importance and necessity of sustainable development, that is, meeting current social needs without compromising the social needs of future generations so that they can enjoy the same resources as we do today. The Company undertakes to minimize the impact on the environment in all its production and operation activities.

1. Environmental Management Requirements

1.1 To ensure that all operational activities (including production, sourcing, service providing, logistics, business management, products and R&D and other business activities) are carried out according to local requirements of environmental laws and regulations applicable in relevant country or region;

1.2 To establish, maintain, monitor, report, evaluate, audit and continuously improve the environmental management system of the Company to make sure that it complies with ISO14001 and other relevant environmental and sustainable development standards;

1.3 To formulate specific environmental goals and indicators, striving to achieve sustainable improvement of environmental performance;

1.4 To report to the Council for Sustainable Development on a regular basis about environmental performance and issues, including infringement and non-compliance.

2. Environmental Management Measures

2.1 To always uphold the principle of compliant and transparent management of pollutants (waste water, exhaust gas and waste), realizing sustainable development through effective control

of pollutant emissions in all operation processes;

2.2 To encourage resources recycling, striving to optimize packaging materials, using high-performance, biodegradable, recyclable and renewable materials, and improving the recycling rate of waste by-products;

2.3 To respond to climate change by taking appropriate measures, including reducing the use of natural resources, using renewable and clean energy, improving energy efficiency, reducing energy consumption, recycling sewage for methane treatment, reducing energy waste, etc., striving to reduce greenhouse gas emissions, and to encourage suppliers to also take positive measures to respond to climate change;

2.4 To pursue transparent, traceable and sustainable procurement of palm oil and soybeans, ensuring no damage to the environment;

2.5 To implement biodiversity protection in the operation and supply chain of the Company based on international and national standards, minimizing the impact on animals, plants and the ecological environment;

2.6 To evaluate the environmental impact of the intended Mergers and Acquisitions (M&A), conduct environmental due diligence and take further measures to mitigate environmental risks before engaging in activities to expand existing operations or acquire new businesses (referring to M&A).

2.7 To discover, report, investigate and solve all environmental incidents and non-conformance and take actions to avoid their recurrence.

3. Publicity and Advocacy

3.1 To publicize environmental protection and carry out relevant knowledge training for employees, encouraging them to participate in environmental protection actions and minimize adverse impacts on the environment;

3.2 To publicize and promote this Environmental Policy, ensuring that all employees, business partners and other stakeholders are aware of the environmental impact of the Company's production and operation activities and their respective obligations;

3.3 To work with business partners and other stakeholders to negotiate environmental issues and jointly assume due responsibilities for environment.

3.4 To share environmental goals and performance with employees and other stakeholders through the annual sustainability reports of the Company.

4. Policy Revision

The Company regularly revise and renew this policy in accordance with laws and regulations, its own business development, common industry practices and good standards.

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