



中國建築國際集團有限公司
CHINA STATE CONSTRUCTION INTERNATIONAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code : 3311)
(the “Company”)

CLIMATE CHANGE POLICY

(“Policy”)

1. GOALS

- 1.1 The Company and its subsidiaries (the “Group”) acknowledge the various impacts of climate change on the global business environment, including extreme weather conditions such as high temperatures, droughts, floods and blizzards. The effects of climate change are not limited to the Group's operations but also extend to urban construction and development. The Policy aims to manage climate change risks throughout the entire business operation process and value chain, and to develop strategies that comply with global and industry practices, with the goal to mitigate the impact of climate change on business, adapt to changes in the climate environment, and strengthen the Group's ability to resist climate change.

2. SCOPE

- 2.1 The Policy applies to all business operations of the Group, including planning, design, construction, and operation at all stages. All directors, senior officers and other employees of the Group (including full-time and part-time employees, collectively referred to as “employees”) shall comply with the Policy as well as other related policies, guidelines, and codes.
- 2.2 The Group actively promotes compliance with the Policy among associates, joint ventures and suppliers as well as partners in accordance with their respective business situations.

3. GOVERNANCE FRAMEWORK

- 3.1 The board of directors of the Company (the “Board”) has overall responsibility for environmental, social, and governance (“ESG”) matters. This includes overseeing strategies and initiatives related to climate risks and opportunities. The Sustainability Committee of the Company (the “Sustainability Committee”), which is composed of Board members and reports to the Board, is responsible for managing the Group's sustainability agenda, strategy, policies and performance.

- 3.2 The compliance and risk sub-committee and the operation management sub-committee (collectively “Subcommittees”) are responsible for planning and implementing climate-related initiatives based on the recommendations of the sustainability working group (the “Working Group”). They monitor the Group's progress in areas such as carbon neutrality, low-carbon construction, and circular economy, and report to the Sustainability Committee.
- 3.3 The Working Group consists of representatives from various functional departments, including ESG corporate finance, investor relations, risk management, and other relevant functional departments. The Working Group is responsible for tracking emerging ESG trends and issues to assist the Sustainability Committee and the Subcommittees in developing policies and implementing measures. With regard to climate risk, in particular, the Working Group continually monitors emerging risks and opportunities related to extreme weather events, climate regulatory action, carbon taxes and trading, renewable energy, net-zero building design, supply chain resilience, and other related areas.

4. STRATEGIES AND MEASURES

4.1 Mitigation

- Establish short-term and long-term carbon reduction goals¹;
- Establish and maintain effective environmental management systems to manage energy use and carbon emissions in daily operations;
- Develop and monitor carbon reduction and energy-saving targets for business operations;
- Increase the use of low-carbon energy and technologies in all stages of building life cycle, from design and construction to operation;
- Encourage the use of low-carbon and high-energy-efficient products and materials;
- Comply with the Sustainable Procurement Policy of the Company and prioritize the use of low-carbon products and services in procurement decision-making process;
- Promote a low-carbon culture and encourage employees, suppliers and customers to reduce carbon emissions in daily operations where possible.

4.2 Adaptation

- Assess climate-related physical and transition risks and opportunities and incorporate them into business decisions;
- Understand the impact of climate change on business operations and value chains, including any associated financial risks and opportunities;

¹ The long-term carbon reduction goal is to achieve carbon neutrality by 2060, and the short-term carbon reduction goal is to reduce carbon intensity by 25% (carbon emissions/revenue) by 2025 as compared to 2018.

- Formulate appropriate operating procedures, measures, and monitoring systems to prevent or minimize the damage caused by climate change to the existing properties of the Group and to seize opportunities brought by climate change.

4.3 Resilience

- Disclose climate-related risks and opportunities, along with the management measures taken, in accordance with the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD) framework;
- Develop appropriate emergency plans to deal with more frequent extreme weather events due to climate change;
- Develop project budgets for climate change risks prevention as needed;
- Cooperate with local government policies of the operating regions and continuously monitor the impact of carbon emissions trading mechanisms on business.

5. REVIEW OF THE POLICY

5.1 To ensure the effective implementation of the Policy, the Sustainability Committee is responsible for reviewing and overseeing the implementation of the Policy, and ensuring ongoing communications with relevant stakeholders.

5.2 The Sustainability Committee shall review the Policy annually and make revisions as necessary based on factors such as business changes, regulatory requirements, stakeholder engagement results, and the effectiveness of environmental, social and governance measures.

5.3 Any revisions to the Policy shall be approved by the Board.

5.4 The Policy is available on the website of the Company.

Note: If there is any inconsistency between the English and Chinese versions of the Policy, the Chinese version shall prevail.