

A photograph of a small green plant with several leaves growing out of a clear glass globe that represents the Earth. The globe is placed on a mossy surface, and the background is a soft-focus green forest scene with sunlight filtering through the trees.

Foxconn Industrial Internet Company Limited

Environmental Policy

■ Vision and Mission

Fii (Foxconn Industrial Internet) is committed to a core strategy centered on "data-driven and green development", guided by the Sustainable Development Goals (SDGs). We integrate environmental management throughout the entire process of product design, raw material procurement, production, transportation, storage, sales, usage, and disposal. We are dedicated to designing and producing green ecological products, transforming our global campuses into exemplars of green and low-carbon enterprises, minimizing environmental impact, actively achieving carbon neutrality goals, and implementing measures to protect water resources and biodiversity. Together with our partners, we strive to promote green and sustainable development, realizing a beautiful vision where commercial value and social value harmoniously coexist.

■ Commitments and Policies

Fii's environmental management is based on the framework of company's ESG system, authorized by the Board of Directors. The ESG-E Strategy Group is responsible for coordinating the development of management strategies and objectives, with specific goals being implemented by the various sub-committees under the Sustainability Committee. The specific environmental commitments and policies include:

- Regularly engaging with stakeholders on environmental issues to understand their expectations of Fii's environmental performance.
- Adhering to and executing management at a higher standard based on global environmental, energy, and resource laws and regulations. Before business expansion such as establishing subsidiaries, mergers, or acquisitions, we fully consider environmental risks and incorporates them

into due diligence to ensure the sustainable development and environmental compliance of new businesses.

- Identifying environmental risks and opportunities, developing targeted prevention and response measures, seizing market opportunities brought by green development, and promoting the company's continuous innovation and competitive advantage in the environmental protection field.
- Referring to domestic and international green product design evaluation standards, combining internal product characteristics to establish an internal green product evaluation and design management mechanism, promoting clean technology, committing to the creation of green eco-products, and empowering partners.
- The company is committed to selecting environmentally friendly and efficient raw materials, actively collaborating with external stakeholders to jointly promote best practices in sustainable raw material usage. We strive to increase the proportion of raw materials verified by third parties; actively research and develop materials for recycling or extending the lifespan of materials, and advance UL2809 Recycled Content Validation. Simultaneously, we avoid using raw materials from globally or nationally significant biodiversity sites, aiming to minimize the negative environmental impact of raw material usage.
- In response to climate change trends, we are committed to publishing white paper on carbon neutrality and regularly disclosing our progress in implementation. We practice green manufacturing, considering the reduction of environmental impacts throughout the entire lifecycle of our products, including but not limited to, the use of eco-friendly materials, recycling, enhancing energy/resource efficiency, increasing the use of renewable energy, and minimizing waste production. We continue to promote the construction and certification of systems such as the ISO14001 Environmental Management System, ISO50001 Energy Management

System, UL2799 Zero Waste to Landfill, Green Factory, and Zero Carbon Factory, while maintaining their effectiveness. We implement internal carbon pricing, incorporating carbon costs into operational considerations, aiming to minimize the environmental impact of our production and operations.

- Regularly organizing training, promotion, activities, and awards related to environmental topics to ensure all employees and supply chain partners are aware of their activities' impact on the environment and to continually enhance their awareness of environmental protection.
- Establish environmental management objectives and indicators, and regularly conduct audits, reviews, and performance evaluations to assess the environmental performance of each unit. Share best practices, correct deficiencies, and achieve continuous improvement in environmental performance.
- Committing to implementing measures to protect water resources and biodiversity, regularly disclosing contributions, and publishing the "Biodiversity Commitment and Statement" and the "Water Resource Management Commitment and Statement" (Attachments 1 and 2).
- Integrating the concept of green environmental protection into the entire supply chain management process, including raw material/equipment procurement, production manufacturing, transportation logistics, and waste disposal, through measures such as raising environmental awareness, managing target indicators, and linking performance with benefits, to build a sustainable competitive green supply chain.
- Actively participating in and promoting global environmental actions and cooperation, including supporting the Paris Agreement, participating in CDP

climate action, implementing water resource and biodiversity management measures, etc. Through joint efforts with global customers, suppliers, and partners, promote the green and sustainable development transition of various industries, and build a resource-saving, environmentally friendly low-carbon society.

- Committing to comprehensively and transparently disclosing progress, achievements, and challenges related to environmental protection efforts in sustainability reports on a regular basis, to enable stakeholders to understand Fii's efforts and achievements in environmental protection, and continuously promoting the in-depth development of environmental protection work.

■ Attachments

1. *Biodiversity Commitment and Statement*
2. *Water Resources Management Commitment and Statement*

Name	Version Number	Date
Environmental Policy	Version 1.0	April 22, 2024
Attachment1: Biodiversity Commitment and Statement	Version 2.0	
Attachment2: Water Resources Management Commitment and Statement	Version 1.0	



Biodiversity Commitment and Statement

I. Purpose of the statement

Fii's (Foxconn Industrial Internet) concept of biodiversity conservation is based on the relevant requirements of the United Nations Sustainable Development Goals (UNSDGs), the Convention on Biological Diversity (CBD), ecological civilization construction, and life cycle management. We recognize and support the three objectives of the Convention on Biological Diversity (CBD): conservation of biodiversity, sustainable use of biodiversity, and the fair and equitable sharing of benefits arising from the utilization of genetic resources. This statement aims to elaborate on Fii's initiative to fulfill its corporate social responsibility in the process of global production and operation, to formulate and implement general policies, objectives, and action plans for biodiversity management, to promote the company's strengthening of biodiversity management, to lead the construction of ecological civilization, and to enhance the transparency and standardization of biodiversity management.

II. Why we are working on biodiversity conservation

Biodiversity is under threat around the world. As a leading responsible manufacturing company, Fii has always adhered to the development strategy of "Digital-Driven, Green Development", and has deeply recognized the need for global action on biodiversity and its intrinsic connection with climate change. We have the obligation and have actively taken action to join the global team for the restoration, maintenance, and improvement of natural biodiversity.

III. Our biodiversity management organization

The Fii's commitment of biodiversity conservation as well as the input of management structure based on the company's ESG system are supervised and managed by the Board of Directors, corresponding management strategies and target plans are coordinated and formulated by the ESG-E Policy Group, and each branch of the Sustainable Development Committee would promote the implementation of specific goals.

IV. Our Commitment

Fii's policies and objectives related to biodiversity will be achieved by:

1. Implement biodiversity management in all countries and regions where Fii operates production activities, with the aim of achieving a 'Net Positive Impact' on operational activities.

1) Identify, measure, and evaluate the biodiversity impacts and dependencies of production activities at all operating sites and their surrounding areas. Adhere to local government regulations and guidelines, avoiding the establishment of factories or engaging in operational activities in or near internationally and nationally defined natural heritage and protected areas.

2) For established sites, develop a sustainable site maintenance plan to continuously enhance the biodiversity surrounding the primary operational sites that minimizes the utilization of pesticide and fertilizer, preserves as well as uses native plants, and retains healthy soils as well as suitable vegetation. Conduct regular monitoring of soil and groundwater around ecological pollution risk points to ensure that the company's production and operation do not have an interactive impact on the surrounding soil and water resources.

3) For new plant sites, include biodiversity as a mandatory indicator in the preliminary assessment criteria to ensure that the final site can protect floodplain functions, aquatic ecosystems, and the habitats of threatened and endangered species, while preserving green space as much as possible. Reduce the negative impact of the company's production operations on biodiversity through the optimization of site selection and the introduction of more advanced environmental protection technology, with a focus on improving land use, and reducing water consumption as well as water pollution/air pollution/solid waste generation.

4) Strictly avoid or minimize deforestation associated with production activities, with the goal of achieving 'Zero Net Deforestation', ensuring that the surrounding ecosystem and its ecological attributes are not negatively affected. We do not cut down or expand into native forests directly to obtain timber or free up land. We do not procure illegally harvested timber or products that directly depend on such timber. No damage to the forest ecological environment, and avoid deforestation caused by infrastructure construction, etc. Measures would be taken to protect forest resources and achieve sustainable use of forest resources through scientific harvesting, reforestation, etc.

5) Through the ESG performance evaluation mechanism of the Sustainable Development Committee, regularly monitor and evaluate the implementation performance of each production and operation site in biodiversity conservation.

2. Incorporate biodiversity conservation into the mandatory requirements of the company's supply chain management.

1) Establish a mechanism for identifying the impact of supply chains on biodiversity, and improve the traceability of the utilization of resources and materials throughout the value chain.

2) Collaborate with suppliers to ensure that the raw materials and processes respect biodiversity as much as possible, and that raw materials are sourced and produced avoiding endangered species as well as biodiversity-sensitive areas.

3) Incorporate the company's commitment to non-deforestation into supplier management requirements simultaneously, cooperate with suppliers and coordinate management to reduce the risk of deforestation.

4) Regularly monitor and evaluate the management performance of the company's entire supply chain in terms of biodiversity through the Group's supplier management platform.

3. Biodiversity awareness raising

Conduct biodiversity conservation training and awareness-raising activities for staff and external stakeholders throughout the value chain to raise awareness and attention to biodiversity conservation across the value chain.

4. Synergistic management of biodiversity, circular economy, and climate change issues.

Identify existing and potential synergies between Fii's biodiversity conservation, circular economy, and climate change strategies to improve management efficiency and synergies between the management of each subject.

V. Effective and transparent communication and reporting

Continue to promote effective and transparent internal and external communication on biodiversity management and performance. We will regularly disclose our biodiversity conservation-related performance in our annual CSR reports. Please check our website at <https://www.fii-foxconn.com/index> for the latest developments. If you have any questions or suggestions, please contact us at Fii-EEM@fii-foxconn.com.

Biodiversity Commitment and Statement



A close-up photograph of a water droplet falling into a pool of water, creating ripples. The droplet is shaped like a globe of the Earth, symbolizing water and environmental stewardship.

Water Resource Management Commitment and Statement

1. Purpose of the Statement

Fii water resource management is based on the requirements of the United Nations Sustainable Development Goals (SDGs) 6 "Clean Water and Sanitation", the United Nations Convention on the Law of the Non-Navigational Uses of International Watercourses, and the Alliance for Water Stewardship (AWS) Standard. This statement is intended to publicly commit Fii to actively fulfill its corporate social responsibility during its global operations, to establish an overall policy, objectives, and action plan for water resource management, to enhance the company's water resource management, promote water resource management in the supply chain, improve transparency and standardization of water resource management, and be accountable to all stakeholders.

2. Why We Undertake Water Resource Management

Given the limited nature of water resources and their importance to human life and ecosystems, rational management of water resources is crucial to prevent resource depletion, protect the environment, and maintain socio-economic development. Fii is steadfast in its core strategic principle of 'Data driven, green development.' Through global water resource management, we aim to reduce water wastage and pollution, improve water use efficiency, uphold the universal right of all individuals to access adequate and clean sanitary water resources and ensure the sustainability of water resources in the face of climate change through scientific management.

3. Our Water Resource Management Organization

Fii commitment and investment in water resource management are based on the company's ESG framework. Oversight and management are conducted by the Board of Directors. The ESG-E Strategy Group is responsible for coordinating the development of corresponding management strategies and goal planning. Implementation of specific objectives is driven by various sub-committees under the Sustainability Committee.

4. Our Commitment

1) Water Resource Management Strategy

Comprehensive Assessment of Water Risks: Evaluate the dependence on water resources, identify water-related risks and opportunities in our operations and supply chain, and take appropriate measures.

Improve Water Efficiency: Continuously improve water use efficiency through advanced water management technologies and processes.

Promote Water Recycling: Give priority to water recycling and reuse to reduce dependence on fresh water resources.

Water Resource Protection: Use advanced treatment technologies and management systems to prevent pollution, identify, and gradually reduce and eliminate chemically harmful substances, ensuring that discharged water quality meets or exceeds local regulatory requirements.

Safe water, sanitation and hygiene(WASH) Services: We commit to the safe management of water resources, ensuring safe and hygienic water supplies for workplaces and local communities, safeguarding the health and safety of employees and community residents.

Identification and Management of Environmental Issues Related to Water Resources/Water Security: We actively identify and manage other

environmental issues related to water resources or water security, such as soil health and aquatic ecosystems, to ensure comprehensive protection and sustainable utilization of water resources.

2) Supply Chain Water Management

Supplier Guidelines: Require our suppliers to comply with Fii's water resource management guidelines.

Cooperation and Support: Collaborate with suppliers, provide technical and management support, and help the supply chain achieve water resource management goals.

Transparency and Reporting: Regularly monitor and report on the water resource management performance of Fii and its supply chain.

3) Community and Environmental Protection

Protect Water Quality: Implement measures to protect water bodies from pollution, maintain ecosystems, and provide clean drinking water.

Community Support: Work with local communities in water-scarce areas to improve water resource management.

4) Continuous Improvement

Employee Training and Stakeholder Awareness Enhancement: Enhance employees' and external stakeholders' awareness of the significance of water safety and resource management, and implementing training for the adoption of best practices.

Investment and Innovation: Continuously invest in innovative technologies and initiatives for water resource management to improve efficiency and reduce environmental impact.

Surveillance and Enhancement: Through the ESG performance evaluation mechanism of the Sustainability Committee, we regularly monitor and evaluate the implementation performance of water resource management across production and operational sites as well as among suppliers, aiming for continuous improvement and enhancement while tracking annual water safety and management goal achievements.

5. Effective and Transparent Communication and Reporting

We commit to regularly disclose our water resource management activities and achievements to all stakeholders in our sustainability reports, including water-saving results, water quality protection measures, and supply chain management progress. For the latest developments, please visit our official website [<https://www.fii-foxconn.com/index>]. For any questions or suggestions, please contact us at [Fii-EEM@fii-foxconn.com].

Water Resource Management Commitment and Statement

