

SUSTAINABLE SUPPLY CHAIN DEVELOPMENT

To ensure the comprehensive fulfillment of our ESG sustainability goals, we regard supply chain management as a crucial element in our sustainability efforts. Through a systematic strategy, we enhance supply chain transparency, accountability, and collaboration, building a resilient and sustainable supply chain ecosystem.

We have established a comprehensive sustainable supply chain management framework that covers supplier recruitment, performance evaluation, continuous improvement, and mutually beneficial cooperation. Suppliers must meet fundamental standards in environmental protection, social responsibility, and corporate governance. Through ongoing communication and education, we assist suppliers in understanding and implementing sustainable practices.

On the environmental front, we encourage suppliers to promote energy saving and carbon reduction, minimise water usage and waste generation, and improve material recycling rates, working collectively to reduce the overall carbon footprint. Regarding social responsibility, we emphasise labour rights protection, fair employment, workplace safety, and health to ensure respect and proper care for all supply chain personnel. In governance, we strictly require suppliers to comply with laws and regulations, preventing corruption and unethical business conduct.



Governance

To strengthen supply chain compliance and sustainability performance, we have developed a Supplier Code of Conduct that clearly defines suppliers' responsibilities and obligations related to environmental protection, labour rights, occupational safety, anti-corruption, and information security.

We conduct regular risk assessments and audits of suppliers through self-assessment questionnaires and on-site inspections to ensure standards are met. Identified issues are promptly addressed with required improvement plans, and we continuously track progress to drive supplier management enhancements and mutual growth. In the event of supply chain disruptions or environmental incidents, we activate rapid response measures to minimise impact and maintain operational stability.

Moreover, we actively promote diversified sourcing strategies to enhance supply chain flexibility and resilience, encouraging suppliers to invest in green innovation and digital transformation to strengthen overall sustainability competitiveness.

We recognise that achieving a sustainable supply chain requires long-term, trust-based partnerships with suppliers. We encourage suppliers to jointly shoulder environmental and social responsibilities, working together to advance carbon reduction goals and sustainable innovation. Through this collaboration, we aim to realise shared success and foster a healthy, competitive industrial ecosystem.



RESPONSIBLE MINERALS

To fulfill our social responsibilities, respect human rights, and promote sustainable sourcing, we have established a Conflict Minerals Policy and a responsible mineral procurement management process. Based on our raw material purchasing needs, we carefully select suitable suppliers and conduct due diligence to identify which smelters and refiners meet current global standards. We strictly prohibit the use of conflict minerals originating from high-risk areas.

In addition to requiring suppliers to provide the Conflict Minerals Reporting Template (CMRT) and Extended Minerals Reporting Template (EMRT), we also ask them to sign the Conflict Minerals Undertaking (Q3-259-A).

We clearly communicate our policy against the use of conflict minerals to our suppliers and require them to pass this information along to their upstream suppliers. Our goal is to reasonably ensure that metals contained in our products, including gold (Au), tantalum (Ta), tin (Sn), aluminum (Al), copper (Cu), magnesium (Mg), mica, nickel (Ni), manganese (Mn), lithium (Li), graphite (G), and zinc (Zn) are not sourced from mining areas in the Democratic Republic of the Congo or neighbouring regions controlled by armed groups, or from other conflict-affected or high-risk areas as defined by recognized organizations.

So far, 100% of our suppliers have signed the declaration.

