Grandblue Environment Co., Ltd.

Policy on Advancing the United Nations Sustainable Development Goals

In 2015, all United Nations member states reached a consensus and formally adopted the *2030 Agenda for Sustainable Development*, anchored by five key pillars: People, Planet, Prosperity, Peace, and Partnership. This global framework includes 17 Sustainable Development Goals (SDGs) and 169 specific targets designed to systematically and comprehensively address pressing social, economic, and environmental challenges by 2030. Achieving these goals requires a united effort among governments, businesses, social organizations, and individuals worldwide. As a globally recognized framework for sustainable development, the SDGs offer a shared blueprint and clear guidance for coordinated global action toward sustainable development.

Businesses play a pivotal role in advancing the SDGs. By providing employment opportunities, empowering talent, fostering innovation, and investing in infrastructure and sustainable systems, the private sector is instrumental in promoting inclusive economic growth, advancing social equity, and accelerating the transition to a low-carbon economy. Grandblue Environment fully acknowledges its responsibility and impact in this global movement. Through rigorous operational excellence and proactive community engagement, we continuously contribute to the realization of the SDGs. Our approach integrates sustainability into all aspects of our business, guided by a multidimensional framework of accountability and public value creation. The SDGs serve as a strategic compass for strengthening our sustainability management and deepening our long-term commitment to responsible growth.

Leveraging our core expertise in solid waste management, energy, water supply, and wastewater treatment, we actively support the achievement of key SDG targets through practical, measurable actions.

SDG 1: No Poverty

Through the development of environmental infrastructure projects in our service regions, we create stable, long-term employment opportunities that help lift communities out of poverty. In alignment with China's national Rural Revitalization Strategy, we actively participate in targeted poverty alleviation programs.

SDG 3: Good Health and Well-Being

We are committed to protecting public health and enhancing community well-being through comprehensive environmental services. This includes reducing environmental pollution and curbing the spread of pathogens through advanced technologies in waste collection, transportation, and safe treatment; ensuring the delivery of safe, high-quality water and reliable wastewater treatment to prevent waterborne diseases and improve public hygiene; promoting employee health by maintaining safe, healthy work environments and offering programs that foster both physical and mental well-being.

SDG 5: Gender Equality

We are committed to advocating for and advancing gender equality across all aspects of the workplace. We strive to eliminate gender-based discrimination in recruitment, career advancement, compensation, and training, ensuring equal development opportunities for all employees regardless of gender. We address the unique needs of female employees by offering maternity support, implementing anti-harassment policies, and fostering a respectful, safe, and inclusive work culture.

SDG 6: Clean Water and Sanitation

We are dedicated to ensuring the safety, quality and sustainability of water resources. Our key initiatives include maintaining consistent water quality compliance and optimizing treatment processes to address emerging pollutants; improving the efficiency of wastewater treatment and increasing both discharge compliance rates and the reuse of recycled water; responsibly managing water supply networks by reducing leakage and protecting ecological integrity at water sources; promoting water conservation practices and increasing awareness of sanitation infrastructure within our service areas to encourage responsible water use and support long-term resource sustainability.

SDG 7: Affordable and Clean Energy

Grandblue Environment drives clean energy development through continuous technological innovation and smart operational management. Our initiatives include enhancing domestic waste-to-energy and integrated solid waste treatment facilities to supply communities with reliable green electricity and thermal energy; continuously developing cost-effective, safe, and low-carbon energy solutions to support equitable energy access and contribute to the clean energy transition; optimizing our own energy structure by increasing the share of renewable energy used in operations and investing in technologies that reduce energy consumption and improve efficiency.

SDG 8: Decent Work and Economic Growth

Grandblue Environment is committed to fostering safe, healthy, inclusive, and dignified work environments for all employees. We strictly comply with labor laws and regulations and actively safeguard employee rights. Our initiatives include providing structured skills training, career development pathways, and promotion opportunities; generating high-quality direct and indirect employment opportunities in local communities through our environmental services operations; supporting the collaborative development of the green environmental protection industry chain to stimulate green, inclusive, and sustainable regional economic growth.

SDG 9: Industry, Innovation and Infrastructure

Innovation is at the core of our approach to environmental governance and resource management. Grandblue Environment is committed to advancing technological and business model innovation, deepening the integration of information and intelligent technologies into environmental service infrastructure, enhancing the operational efficiency, reliability, and emergency responsiveness of our facilities to support resilient, sustainable urban development, and contribute to the green transformation and modernization of industry and infrastructure.

SDG 10: Reduced Inequalities

We aim to reduce inequality and promote inclusive growth through equitable, accessible, and affordable environmental services. Our efforts include ensuring vulnerable populations have consistent access to essential services such as waste management, energy, clean water, and sanitation, improving their quality of life and public health; implementing supplier diversity policies that give small and medium-sized enterprises and local suppliers fair participation opportunities within our value chain; continuously improving the accessibility of our service facilities to better serve elderly individuals, persons with disabilities, and other underserved groups.

SDG 11: Sustainable Cities and Communities

Grandblue Environment contributes to the development of sustainable, resilient cities by delivering integrated, full-chain services in solid waste treatment, energy, water supply, and drainage. Through the construction and operation of high-standard environmental infrastructure, we aim to minimize environmental pollution risks; significantly improve the efficiency of resource recovery and circular utilization, particularly for solid waste and water resources; strengthen urban resilience in areas such as environmental capacity, pollution prevention, and climate adaptation. These efforts form a critical foundation for building sustainable cities and communities.

SDG 12: Responsible Consumption and Production

At the heart of our mission is the promotion of a circular economy. We have developed the fully integrated, end-to-end industry model for solid waste management that spans “butler-style” municipal services; midstream waste diversion, fine classification, and intensive transfer/treatment systems; and terminal-level collaborative treatment and resource recovery across multiple waste streams. This vertically and horizontally connected model is actively replicated and scaled across our service areas. In parallel, we are committed to continuously optimizing internal production processes and operational workflows to reduce resource consumption and carbon emissions; advocating for responsible consumption and production practices across society, encouraging behaviors centered on conservation, source reduction, reuse, and circular regeneration.

SDG 13: Climate Action

In alignment with China's national "dual carbon" strategy, Grandblue Environment has set clear carbon reduction targets across the entire business chain. Our commitments include achieving carbon peaking by 2030, with certain business divisions possessing favorable conditions, such as the Energy and Water Supply Business Divisions, aiming to reach this milestone ahead of schedule, demonstrating leadership in emission control; achieving carbon neutrality by 2060, with favorable business divisions, such as the Energy Business Division and organic waste operations within the Solid Waste Division, targeting early neutrality and driving Company-wide transformation. These targets are embedded in our operations to accelerate the transition toward a green, low-carbon, and high-quality development path.

SDG 14: Life Below Water

Grandblue Environment is committed to protecting aquatic ecosystems through responsible wastewater and solid waste management practices. Our efforts include continuously improving wastewater treatment technologies and strictly enforcing effluent discharge standards to minimize pollution entering natural water bodies; preventing eutrophication and safeguarding aquatic life by ensuring compliance with high-quality discharge criteria; advocating for reduced use of single-use plastics and raising public awareness on the importance of preventing land-based waste from entering marine environments; actively participating in marine waste treatment through our operational capabilities, contributing to the protection of aquatic ecosystems and biodiversity.

SDG 15: Life on Land

We recognize the protection of terrestrial ecosystems as essential to sustainable development. Grandblue Environment supports this goal through delivering high-quality solid waste and wastewater treatment services that prevent pollution of soil, groundwater, and surrounding natural environments; supporting the preservation of healthy, functioning ecosystems and biological habitats in urban and peri-urban areas; ensuring strict compliance with ecological protection regulations during project planning and execution, including measures such as soil and water conservation, vegetation restoration, and ecological remediation; promoting circular resource

utilization to reduce dependence on virgin resource extraction, thereby protecting biodiversity and preserving natural capital.

SDG 16: Peace, Justice and Strong Institutions

We uphold the highest standards of ethical conduct and corporate governance. Grandblue Environment is committed to preventing commercial bribery and corruption through strict enforcement of anti-bribery policies and integrity management systems; strengthening company-wide awareness of compliance and anti-fraud practices through comprehensive mechanisms, clear reporting channels, and regular ethics training.

SDG 17: Partnerships for the Goals

Collaboration is key to advancing sustainable development. We actively engage with a broad range of stakeholders, including governments, local communities, suppliers, customers, investors, and industry associations, to build resilient, responsible supply chains and sustainable industry ecosystems; foster multi-level dialogue and partnerships that drive innovation, shared value, and collective action.

Grandblue Environment conducts regular comprehensive reviews of all SDG-aligned initiatives. We continuously refine our strategies, enhance implementation pathways, and improve information transparency. By deepening collaboration with stakeholders and mobilizing resources from across society, we remain firmly committed to advancing the SDGs and contributing meaningfully to a more sustainable and equitable future for all.

In the event of any discrepancy in meaning or interpretation between the English and Chinese versions of this document, the Chinese version shall prevail.

This Policy was revised on August 31, 2026.