

DRB-HICOM WATER MANAGEMENT POLICY

1. Introduction

- 1.1 This Policy is to ensure that DRB-HICOM Berhad ("DRB-HICOM", "the Group") practices efficient and responsible water management in carrying out its business
- 1.2 This is in line with the Group's Sustainability Policy where DRB-HICOM and its subsidiaries are committed to utilising natural resources efficiently and optimally, while avoiding polluting the environment and managing waste and effluent discharging responsibly
- 1.3 The Policy is also in line with DRB-HICOM's Safety, Health and Environment Policy where the Group focusses on the 4C pillars of Compliance with Safety, Health and Environment Requirements, Care for People and Environment, Continuous Improvement and Creating a Culture

2. Scope

- 2.1 This Policy applies to:
 - a. The entire DRB-HICOM Group including those within Wisma DRB-HICOM as well as all its operating companies
 - b. The Group's business locations i.e headquarters, branches, manufacturing plants and operational sites
- 2.2 Where possible, this policy shall be communicated throughout the value chain, including customers and suppliers, to encourage best practices in efficient water management

3. Approach

- 3.1 The approach to achieving sustainable water management is exercised by the following:
 - a. Embedding sustainable water management systems across the Group's business operations
 - b. Applying the reduce, reuse and recycle ("3R") concept such as, but not limited to, prudent water use, sufficient water supply for operations, optimisation of water usage and recovery, and proper water discharge that complies to regulatory standards
 - c. Close monitoring of water consumption against key activities and scrutinise any deviation of consumption higher than known average activities

4. Guiding Principles

- 4.1 The implementation of this Policy will be guided by the following principles:
 - a. To be aligned and comply with relevant environmental standards i.e. ISO14001:2015 Environmental Management Systems, regulations and legislation i.e. Environmental Quality (Industrial Effluent) Regulation 2009
 - b. To continuously consider sustainable business practices related to water management
 - c. To consider available initiatives in managing water distribution and supply, water optimisation, and water discharge

5. Implementation of the Policy

- 5.1 The Management shall be responsible for the leadership and implementation of this policy and for monitoring and reviewing the water management performance of DRB-HICOM Group. This policy shall be reviewed biennially by the Group's Sustainability Steering Committee to ensure its adequacy and effectiveness