

**China Gas Holdings Limited**  
**(the “Company”)**  
**Environmental Policy**

**1. Instruction**

The Company and its entities that adopt the management and control system of the Company (the “China Gas Group” or the “Group”) are actively contributing to the sustainable development of the environment, meanwhile identify changes in environmental-protection trends to make corresponding responses. China Gas Group is committed to reducing the threats to and impacts on the environment from its operations, business facility utilization, distribution and logistics, due-diligence, mergers and acquisitions, and its products and services.

This policy applies to China Gas and all its subsidiaries. It also applies to all suppliers, contractors, joint ventures and other business partners providing products and/or services to the Group.

**2. Undertakings**

The Group is committed to:

- Complying with all laws, regulations and standards related to environmental issues in business operations;
- Minimizing threats to and impacts on the environment and continuously improving the Group's environmental performance;
- Setting targets to reduce environmental impacts;
- Conducting regular environmental monitoring and risk assessments;
- Raising internal and external stakeholders' awareness of environmental management policies and environmental impacts through educational activities and awareness campaigns;
- Enhancing employees' awareness of the impacts of work on the environment through training; and
- Establish a long-term clean production mechanism, and perform well in pollution prevention and ecological protection in accordance with the principle of "who is in charge, who is responsible" in light of the priorities of reduction from the source, in-process control, and end-of-pipe treatment.

**Energy**

Committed to offering clean energy and improving energy utilization efficiency, continuously optimizing the energy structure, and gradually building a clean, low-carbon, safe and efficient energy structure, to reduce energy consumption throughout the operating cycle and the value chain.

**Greenhouse Gas and Pollutant Emissions**

Reduce the anthropogenic greenhouse gas emissions and pollutant emissions from projects with measures based on the project nature and impact degree.

**Resource Utilization and Waste Management**

Establish a sound waste management system to control and manage waste in all operation processes to ensure that corporate wastes discharges are in conformity with national standards and requirements. Implement resource utilization measures such as waste classification, reduction, and recycling to improve overall resource utilization.

**Water Resources Management**

Committed to protecting water resources, saving water, and improving water use efficiency. The Group is further strengthening the management and monitoring of water pollution prevention and control,

introducing more and better wastewater treatment facilities for sewage treatment more efficient, and actively promoting sewage treatment measures such as "reduction, classification, treatment, and utilization".

#### **Noise Management**

Use low-noise equipment or take effective measures to prevent or reduce noise pollution to the environment.

#### **Biodiversity Conservation**

Fully implement the management and protection of biodiversity to ensure that the Group members all comply with the *Biodiversity Protection Policy*, take into account the biodiversity factors related to their business operations, and implement relevant measures to facilitate the restoration of ecosystems. Please refer to *Biodiversity Protection Policy* for further details.

### **3. Implementing, Monitoring and Reporting**

Under the Sustainability Committee, the Sustainability Committee Leadership Group consists of senior management and executives from different departments within the Group, including the Board Office, Capital Management Department, Audit and Supervision Department, Legal and Compliance Department, Safety Supervision Department, etc., effectively coordinating and implementing environmental management.

The Sustainability Committee, accountable to the Board of Directors, reports to the Board of Directors on a regular basis, supervises the implementation of the Group's environmental policies, provides recommendations to the Board of Directors on major environmental decisions, and deals with serious accidents that occur.

The Group evaluates this policy on a yearly basis, evaluation results submitted to the Sustainability Committee for timely responses.

### **4. Date of Adoption**

This policy was issued for implementation in December 2022, and will be updated in due course.