

# **Policy of Health, Safety and Environment of BEUR**

## I. Background and Goals

Occupational health and safety and environmental protection are both an important part of the sustainable development of enterprises. For safety, Beijing Enterprises Urban Resources Group Limited (“BEUR”, hereinafter collectively referred to as the “Group”) upholds the tenet of “putting safety first, giving prominence to prevention, and seeking standardized management and green development”; for environmental protection, BEUR adheres to the work principles of “pursuing people-centered and green development across the board through scientific and technological innovations, full participation, vigorously enforcing prevention and remediation measures, and holding wrongdoers accountable” under the concept that “lucid waters and lush mountains are invaluable assets”. BEUR is committed to safeguarding the health rights and interests of its employees, the suppliers, service providers and contractors in the supply chain, communities where it operates and other key business partners (e.g. joint venture partners, licensees, outsourcing partners, etc.) and increase their awareness of environmental management policies and environmental impacts.

This Policies set out BEUR’s commitment and responsibility for the health and safety of its employees and environment, and state that the Company will comply with and respect the laws related to health, safety and environment (HSE) in countries in which it operates and the international conventions recognized by the Chinese government.

## II. Scope of Application

These Policies apply to BEUR and its subsidiaries, including all employees of BEUR as well as contractors and individuals carrying out work/services on behalf of the company. The term “employees” in these Policies refers to all those who have signed a formal employment contract or a service contract with BEUR, covering the business processes of the subsidiaries including production and operations, products and services, distribution and logistics, and waste management, due-diligence, mergers and acquisitions. The Company also encourages its business partners to comply with these Policies.

## III. Relevant Laws, Regulations and International Convention

### 1. Domestic laws for reference

#### **Occupational health and safety**

*Law of the People’s Republic of China on the Prevention and Control of Occupational Diseases*

*Workplace Safety Law of the People’s Republic of China Labour Law of the People’s Republic of China*

*Labour Contract Law of the People’s Republic of China*

#### **Environment**

*Environmental Protection Law of the People’s Republic of China*

*Law of the People’s Republic of China on Prevention and Control of Air Pollution*

*Law of the People's Republic of China on Prevention and Control of Water Pollution*  
*Law of the People's Republic of China on Prevention and Control of Solid Waste Pollution*

## **2. International convention**

*Convention Concerning Occupational Safety and Health and Working Environment*

## **IV. Commitments**

### **Health and safety**

1. Based on the laws and regulations listed above, BEUR, for the purpose of standardizing its workplace safety efforts, formulated internal systems such as the BEUR Interim Regulations for HSE Integrated Management, Hazardous Waste Occupational Health Management System and Sanitation Operation Safety Inspection Management Regulations.
2. BEUR established a Workplace Safety Management Committee, which is responsible for daily safety production management and supervises, guides and evaluates the safety production work of the Company.
3. BEUR is committed to ensuring adequate safety spending, optimizing resources allocation and constantly improving its occupational health and safety management system to improve its performance in this regard.
4. BEUR continuously carries out risk identification to eliminate all kinds of safety hazards, manages potential risks and hazards and preventing accidents by setting clear priorities and developing action plans that can be implemented based on the results of risk identification and assessment, provides a safe and clean working environment for employees, and protect employees' health and safety to the largest extent possible.
5. BEUR develops procedures for occupational hazards detection and carries out regular hazards screening plans, equips employees with task-specific personal protective equipment in accordance with regulations, and requires employees to, according to the potential occupational hazards involved, wear and use corresponding personal protective equipment to eliminate or mitigate the impact of workplace health hazards.
6. The Company vigorously carries out safety education and training targeting to the actual needs of different positions to instill safety awareness and concepts in employees and improve their ability to handle or prevent safety accidents.
7. BEUR encourages the active participation of frontline employees, establishes communication channels, fully listens to and adopts the opinions and suggestions of employee representatives, and jointly promotes the continuous improvement of health and safety environment.
8. BEUR has formulated rules for inclusion evaluation, dynamic evaluation and removal of its business partners, incorporates occupational health and safety-related requirements into procurement activities and contracts with partners, giving priority to business partners with a sound HSE track record for cooperation.
9. BEUR has developed relevant indicators to measure the performance regarding occupational health and safety, sets quantitative targets for health and safety performance improvement based on internal management needs, prioritizes management actions based on target setting, and regularly track progress in achieving actions and targets in order to monitor and effectively manage health and safety risks.
10. BEUR conducts internal audits of occupational health and safety to continually monitor

compliance, and urges its companies to carry out certification of health and safety management standards and guidelines, such as ISO 45001, to ensure that the occupational health and safety management system meets compliance standards.

## **Environment**

1. In strict compliance with the laws and regulations listed above, BEUR has formulated the Environmental Protection Supervision and Management Regulations of BEUR. The Company requires each business segment to separately formulate environmental management-related systems, work hard to obtain environment-related certifications and urge their subsidiaries to fulfill their responsibilities and strengthen management in environmental protection.
2. A Sustainable Development Committee has been set up under the Board of Directors of the Company, which is responsible for overall environmental management and the supervision, guidance and evaluation of relevant works.
3. BEUR facilitates the investigation of environmental hazards, the optimization of environmental management and improves the building of relevant systems to ensure continuous improvement of environmental management.
4. BEUR supervises its companies to conduct regular assessments of energy and water usage, and waste management, and promotes the company to realize lean management with reducing the waste of all kinds of resources.
5. Environmentally friendly materials and technologies have been selected to facilitate recycling of materials and reducing carbon emissions.
6. BEUR sets environmental targets according to its business, monitors its environmental performance regularly, and discloses environmental impact assessment results, environmental governance measures and progress in the company official website and its annual sustainability report.
7. BEUR carries out environmental education and training to improve environmental awareness of internal and external stakeholders, fosters a corporate culture favorable to environmental protection, and establishes its image as a first-class enterprise in HSE.

## **V. Supplementary Provisions**

This policy is reviewed at least once a year and revises it in accordance with changes in the laws of the countries in which it operates, international conventions, among others.

*(The English translation of the system is for reference only and the Chinese version shall prevail in case of any inconsistency between the Chinese version and English translation thereof)*