



# Climate Change Policy

S P Setia Berhad acknowledges the critical importance of addressing climate change as a responsible property development company in Malaysia. We recognize that our operations and activities have an impact on the environment, and we are committed to minimizing these impacts while contributing to the creation of sustainable communities.

As a conscientious property developer, we have the responsibility to set a positive example in reducing emission within our operations and across our supply chain. Therefore, our climate change policy aims to strive towards net zero organisation by 2050, align with the global efforts to limit global warming to 1.5°C, as per the climate targets stated in the Paris Agreement. Our climate ambition to align our operations with the global goal of achieving net-zero emissions via:

**Emission:** In line with Setia Green Roadmap we aim to reduce our carbon footprint across all operations and developments:

- Reduce our Scope 1 and 2 carbon emissions by 45% in 2030 and 75% reduction in 2040, relative to our 2023 baseline.
- Reduce our Scope 3 carbon emissions via planning, design and supply chain management.

**Collaboration:** Acknowledging that a significant portion of our carbon emissions (Scope 3) originates from sources beyond our divert operations and control, we are committed towards facilitating carbon emission reduction in our supply chain to mitigate possible impacts and exposures.

**Stakeholder Dialogue:** Maintain open and transparent communication channels with all stakeholders, seeking feedback and input on our climate change initiatives and performance.

**Nature-Based Solutions:** Explore and invest in nature-based solutions, such as green infrastructure and urban greening, to enhance resilience and biodiversity.

**Resilience:** We will continue to develop properties that are environmentally friendly and sustainable. We aim to enhance the resilience of our assets and communities to climate-related risks, ensuring the long-term viability and value of our investments.

**Climate Risk Assessment:** Conduct comprehensive climate risk assessments for our existing assets and future developments, with the aim to integrate climate resilience into design, planning, and construction.

**Innovation:** We will leverage technology to enhance our sustainability efforts and drive innovation in sustainable building practices, materials, and technologies to minimize environmental impact and maximize resource efficiency.

**Transparency and Accountability:** We will regularly track, monitor, and report on the progress of our climate performance. This includes our greenhouse gas emissions, as well as the climate-related risks, opportunities, and performance metrics.

S P Setia is committed in addressing the concerns and exposures resulting from climate change. The above objectives are specific, measurable, relevant, and time-bound, reflecting our dedication to mitigate environmental impact and enhancing our resilience. By integrating climate considerations into our business strategy, operations, and projects; we aim to not only reduce our environmental footprint but also to create long-term value for our stakeholders.