Environmental Management Policy and Commitment

1. EVE Energy Co., Ltd. (hereinafter referred to as “EVE” or “we”) has the vision “To be the most creative Lithium battery company, and make outstanding contributions to sustainable development”. We will always pursue compliance with the laws, continuous improvement, pollution prevention, energy saving and emission reduction to provide green products with better energy utilization efficiency. We continuously innovate management and technology and actively respond to risks and opportunities in pollution, climate change, and biodiversity to mitigate the environmental impact of project construction, operation, and product lifecycle to realize environmental, economic, and social harmonization with high-quality development.

2. All business units and employees (including interns, contractors’ personnel, etc.) in EVE should understand the sustainability value of Environmental Management Policy and Commitment to the company, individuals, and society. We advocate and invite all business partners to understand our Policy and Commitment and protect the earth together with the greatest consensus.

3. EVE has established a Sustainability Committee, headed by the Chairman, which formulates and reviews sustainability strategies and policies on environmental-related matters including response to climate change, pollution, biodiversity, etc. We also manage progress in the implementation of our strategic goals, formulate risk and opportunity management policies and mid- to long-term action plans.

EVE has also established two specialized committees for Environmental Health Safety (hereinafter referred to as “EHS”) and Carbon Emission, headed by the President, which lead the management in advancing related action plans, operating procedures and systems effectively, as well as monitoring and improving environmental performance.

EVE has also established an EHS Center, headed by the Vice President, which is responsible for environmental technologies and related work. Each manufacturing base, business unit, and factory has set up an EHS department, and the workshops and departments have appointed part-time EHS specialists. We have built a comprehensive and professional organization network of contractors’ personnel and employees at all

levels to fulfill their responsibilities of supervision management, technical support, and guidance to monitor the change of environmental factors and risk and to promote performance improvement.

4. We strictly comply with all applicable local laws and regulations. Facing the risks and opportunities and assessing our existing capabilities, we supplement them with specific requirements. We conduct regular compliance audits and report to the relevant committees.

5. Based on changes in risks, opportunities, and capabilities, we set and review more proactive and challenging environmental management goals for the mid- to long-term and annually, as well as the action plans to achieve them. We actively adopt measures for technology, engineering, management, and business model innovations to continuously mitigate the environmental impact of construction, operation, and product lifecycle to improve environmental performance. We understand that excellent environmental management and performance are the foundations of our sustainable development and profitability.

We continuously monitor the concentration of hazardous substances in raw materials and products. During the construction and operation process, we monitor indicators including total consumption and intensity of resources and energy, the amount and intensity of pollutants, total emissions and intensity of greenhouse gases, the amount of recycled waste and resources, etc.

We formulate an annual environmental monitoring plan and conduct online and self-environmental monitoring and third-party testing. We are actively applying digital technology to build digital factories for more accurate and real-time data monitoring on operations, emissions, and energy to improve our environmental performance with higher efficiency.

6. We adopt appropriate tools and models to conduct product full lifecycle management to reduce resource and energy consumption, and carbon emissions, and to protect biodiversity. The product lifecycle management processes include construction projects, technological innovation, product design, raw material usage, manufacturing

operations, transportation, sales, product applications, re-use, repurposing, and recycling of waste lithium batteries, and other related processes.

- We prioritize mature industrial and commercial land and brownfield sites for our projects, instead of farmland, forests, wetlands, ocean, ecological reserves, and conservation areas of cultural sites.
- We prioritize the use of harmless, less harmful, and lower carbon footprint raw materials.
- We prioritize the use of recyclable, degradable, and lighter packaging materials.
- We continuously innovate technologies to improve battery safety performance and capacity density, develop fast charging and lightweight integration technologies, extend calendar life and service life, and improve user-perceived quality and user experience.
- We adopt large-scale and integrated factories, prioritize environmentally friendly processes and manufacturing equipment, and fully apply extreme manufacturing and digital technologies to reduce resource consumption and improve operational efficiency and product yield.
- We actively adopt more advanced technologies of clean production to reduce pollutant emissions by minimizing dependence on hazardous raw materials, process control, and harmless treatment of pollutants.
- We carry out energy-saving technological improvements for existing projects and energy conservation designs for new projects.
- We actively develop and invest in renewable energy and energy storage facilities to increase the proportion of renewable energy utilization significantly. We actively develop and invest in re-use, repurposing, and recycling technologies for waste lithium batteries to increase the utilization of recycled materials in new products.
- We encourage each business unit and employee to carry out technological innovation, process innovation, and the application of digital technology to improve the efficiency of resource and energy utilization.

Based on these processes, more business units will be promoted to meet the level of green factories, low-carbon or zero-carbon factories, water-saving factories, zero-waste factories, and lighthouse factories.

7. We establish, implement, and maintain environmental and energy management systems applied to the requirements of ISO 14001 and ISO 50001, formulate and improve the procedures for pollutants treatment facilities, and the management of water, waste, noise, emission, greenhouse gases, carbon footprint, recycling, energy conservation, renewable energy, biodiversity, and project location. We require each business unit to strictly implement and operate these systems and request each holding company to improve systems maturity as soon as possible and obtain certification through the ISO-registered third party.

We regularly evaluate environmental factors, risks and opportunities, expectations of stakeholders, performance, action plans, the suitability and effectiveness of procedures, and management reviews to find out every improvement opportunity.

8. We advocate for a transparent culture and establish procedures for disclosing environmental information to receive and translate the expectations of our stakeholders by timely disclosing environmental topics and matters about project constructions, manufacturing operations, and products, and sharing our practices and outcomes performances, or achievements.

9. We establish annual training programs on environmental management and employee involvement schedules, providing adequate training resources and platforms for employees and suppliers to understand the impact of their activities on the environment, our policies and goals, and our annually updated action plans. They will fulfill their commitment in their respective areas of responsibility by possessing sufficient environmental management skills.

10. Based on environmental factors and risk assessment, we develop environmental contingency plans, build emergency response teams and equip them with emergency resources. We actively respond to potential environmental incidents including facility malfunctions, leaks, and unexpected emissions, making every effort to mitigate the

consequences of such events. We make every effort to maintain business continuity plans in the event of resources and energy interruption.

Jincheng Liu, Chairman of Sustainability Committee

EVE Energy Co., Ltd.

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