

China Lesso Group Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2128)

(“the Company”)

Forest Conservation Commitment (“this Commitment”)**1. Purpose**

As a world-leading industrial group in pipes and building materials, the Company deeply recognizes that forests are vital to maintaining global ecological balance and addressing climate change. To this end, the Company commits to proactively integrating forest conservation into any and all of its business activities, striving to realize the goal of “Zero Deforestation” and contributing to the protection and restoration of global forest ecosystems.

2. Scope of Application

This Commitment applies to all employees of the Company (including the management and staff at all levels). Furthermore, the Company will actively encourage all its partners, including suppliers, contractors, and outsourcers, to comply with this Commitment as well.

3. Commitments

The Company hereby solemnly makes the following commitments:

- (1) The Company shall strictly comply with all applicable laws and regulations in its jurisdictions of operation. The Company will conduct comprehensive ecological risk assessments for the site selection, construction, and operation of all projects (including production base development) to ensure the avoidance of protected natural areas and key ecological habitats. The Company will conduct regular forest impact assessments on its existing business operations to identify potential risks, on the basis of which it will formulate and implement effective mitigation and improvement measures to resolutely prevent any deforestation or ecosystem damage caused by its operational activities.
- (2) The Company shall build a transparent and traceable sustainable value chain, and shall establish and implement a full-lifecycle supplier and distributor onboarding, assessment and management system. The Company will conduct rigorous due diligence and management on its suppliers and distributors through methods such as risk identification and on-site audits, driving the supply chain to meet the “Zero Deforestation” standards.
- (3) The Company shall support and actively participate in forest restoration or ecological compensation projects, and deepen cooperation with various stakeholders to jointly contribute to the protection of global forest resources.

4. Supervision and Revision

This Commitment shall be effectively implemented under the oversight of the Board of Directors. The Board of Directors hereby authorizes the Sustainable Development Committee to conduct daily monitoring and regular reviews. The Committee shall propose amendments to the Board of Directors based on actual circumstances, which shall be implemented upon approval by the Board of Directors.

5. Information Disclosure

The full text of this Commitment, as well as key plans and actions related to forest conservation, will be disclosed in the Company's *Sustainable Development Report* and on its official website for public access.

6. Supplementary Provisions

This Commitment shall be interpreted by the Company's Board of Directors. It shall take effect upon approval by the Board of Directors, and so shall any amendment hereto.