

Policies and Target on Sustainability Management

#### Policies and Target on Sustainability Management

The Company has a sustainability management policy taking into account the compliance with business directions and strategies according to GRI (Global Reporting Initiative) Index Framework and guidelines of UN's Sustainable Development Goals (SDGs) under the objective "Leading the organization to sustainable development and profits with social, environmental responsibility and good corporate governance" to reflect the intention and determination to drive the business by considering the issues of good corporate governance, including environment and society that cover the importance of respect for human rights, anti-corruption, etc. as a guideline for operations and to create understanding among stakeholders. The full version of the sustainability management policy can be found on the Company's website at <u>www.eastcoast.co.th</u> under the menu 'Sustainable Development'.

#### Sustainability Management Target

The Company has established the corporate sustainability management targets in line with its short-term and/or long-term business strategies as follows:

#### **Business Target**

The Company has established the goals or indicators of the Company's operating result, both monetary and non-monetary terms, by maintaining the growth rate of sales and profits from operations in the furniture business group to continuously grow for at least 10-15% per year and aiming to become an organization that develops further investments to reduce costs in the integrated furniture manufacturing business for strengthening its competitiveness and conducting business with ethics, respect the rights and responsibilities to shareholders and stakeholders, benefiting to society and reducing the impact on environment, by maintaining the gross profit margin of the furniture business for not less than 25% per year. In addition, the Company shall be able to create a level of customer's satisfaction with the Company's products for at least 90%, based on the result of annual satisfaction customer survey results.

For long-term goal, the Company has set the return from the renewable energy business at the proportion of not less than 30% of the total net profit of the Company and all subsidiaries within 3 years, and diversified the business risks to other types of businesses that are ootential and have opportunities for continued growth, and targeted to become the leader in the business of furniture manufacturer and distributor for export and the leader in furniture distribution business for wholesalers and retailers nationwide and in the ASEAN region.

The Sustainability Management Targets are as follows



Sustainability according to the GRI				Significant Scope	
framework	Sustainability Management Targets	Sub-policies	Guidelines/Tools/Standards	within the	outside the
Listing according to the GRI framework				organization	organization
1. Economy					
1. Sustainable growth under good	- Able to develop and expand	- Business plan and investment	- Developing a variety of products to	- Employees	- Shareholders/
corporate governance, making the	the business for economic	expansion plan	provide customers with more		Investors
business survival	stability sustainability.	- Production plan and use of raw	choices		- Communities,
2. Effective risk management	- Building trustfulness of	material plan	- Creating various innovations to use		Society and
	shareholders.	- Marketing plan and customer	in production process for time		Environment
	- Building the confidence in	satisfaction surveys	reduction, cost reduction but		- Creditors
	the Company's businesses.	- investment budget	maintaining quality products and		- Partners and
	- Building social sustainability	- Corporate Risk Management	responding future requirements		Accounts
	- Building the solvency.	Policy	- Analyzing the results of customer		Payable
	- Building profitability		satisfaction surveys and applying the		
	- Building asset management		result to develop for quality		
	capabilities for maximum		enhancement of both products. and		
	benefit.		service.		
	- Accurate, transparent and		- Determining governance structure		
	verifiable financial		of corporate risk management to be		
	statements		able to adapt in any situation and		
	- Efficient supply chain		quickly and timely take into account		
	management		new risks.		
	Efficient raw material		- Encouraging employees to create		



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	management		innovations to be used in their own		
	- Building product and service		work processes		
	values		- Expanding the business to reduce		
	- Making teams and		the sole reliance on main business		
	employees understanding on		- Closing supervising and monitoring		
	aiming towards the common		operating result, ability to grow and		
	target of sustainability.		various risks of businesses to be		
			invested		
2. Society					
1. Linking stakeholders in value chain	- Rights and equality	- Good Corporate Governance	- Encouraging employees to attend	- Employees	- Customers
2. Respecting Human Rights	- Strict compliance with the	Policy	training on knowledge related to		- Partners and
3. Good Corporate Governance	agreement	- Anti-Corruption Policy	operations inside and outside the		Accounts
4. Compliance with relevant laws,	- Adhering to the contract and	- Non-infringement policy on the	organization		Payable
rules and regulations	complying with terms & conditions	intellectual property or copyright	- Organizing training courses to		- Communities,
5. Good quality products and	- Welfare and fair compensation	of others	enhance knowledge in other areas for		Society and
services.	- Not be demanded or receive or	- Complaint Protection Policy	personnel such as financial planning,		Environment
6. Satisfaction and Complaint	pay any unjustified benefits	- Conflict of Interest Prevention	etc.		
Management	- Accuracy, completeness, without	Policy	- Providing employees with equal		
7. Labor management and personnel	distorting information	- Insider Policy	opportunity to express their opinions		
potential development	- Reasonable price level of	- Ethics in Business Operation	- Equally disseminate policies,		
8. Health, sanitation and safety	products and services	- Business Ethics for Directors,	guidelines, and news & information to		
9. Corruption	- Politeness / Efficiency in	Executives and Employees	employees, including supervising to		



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10. Social Responsibility	communication	- Investor Relations Code of	achieve practicality		
11. Growing with Society and	- Speed of responding to the needs	Conduct	- Focusing on community-organized		
Environment	- Building good relationships	- Human resource development	activities		
	- Independent and fair competition,	policy	- Receiving complaints, hearing to		
	non-exclusive / non-distorting,	- Employee Compensation and	community		
	deceptive or using other	Welfare Policy	- Provide all communities or		
	information that is inaccurate in the	- Human Rights Policy	takeholders with an opportunity to have		
	way of competition / not	- Occupational Safety, Health and	channels for directly complaining and		
	slandering, attacking competitors	Work Environment Policy	giving suggestions to person assigned		
	without reasonable information /		by the company		
	behaving within the framework of				
	good competition rules.				
	- Development of knowledge,				
	competency and consistent and				
	thorough performance				
	- Safety of life and property				
	- Opportunities and advancements				
	at work				
	- Good working culture and				
	atmosphere				
	- Health and safety				
	- Encouraging personnel to have				
	awareness of anti-corruption in all				



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	forms				
	Not have a negative impact on the				
	traditional way of living in the				
	communities, social contribution and				
	support of beneficial activities including				
	improving the quality of life of people in				
	the communities				
3. Environment					
1. Use of raw materials	- Optimal use of raw materials or	- Efficient Use of Resource Policy	- Management of wastes and waste	- Employees	- Communities,
2. Air quality management	materials that are environmentally	Greenhouse Gas Reduction Policy	materials		Society and
3. Biodiversity	friendly and/or recycled		- The use of renewable energy in the		Environment
4. Water management	- Checking and actions to correct		production process		
Power management	and prevent negative impacts and		- Participation in the Green Industry		
	result in positive impacts		Project		
	- Management of biology, water		- Cost-effective use of resources or		
	and energy that is effective,		materials in the production		
	environmentally friendly, maximize		process to reduce wastes that will		
	benefits; recycling according to		be generated.		
	the Circular Economy concept.		- Recognizing the Circular Economy		
	Reducing the impact arising from the		concetp		
	Company's energy consumption		Seeking for ways to sell carbon credits		
			from rooftop solar projects including a		



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			clear concrete way to reduce		
			greenhouse gas emissions		