



# **Yuexiu Property Co., Ltd. Relevant Parties Safety Management Rules**

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## Introduction

Yuexiu Property Co., Ltd. (hereinafter referred to as "Yuexiu Property") as a leading real estate developer in China, is committed to achieving excellence at all levels, especially focusing on health and safety. To this end, Yuexiu Property has developed safety management rules for relevant parties, aiming to strengthen and standardise the safety management work of relevant parties associated with Yuexiu Property, further clarify the responsibilities of production safety management, enhance the safety supervision capabilities of relevant parties, and effectively prevent the occurrence of various types of accidents.

## Scope of Application

This policy covers all business activities of Yuexiu Property and its affiliates and subsidiaries. Meanwhile, Yuexiu Property also advises and encourages our partners, suppliers and other business associates to adopt similar policies and measures.

## Definition

Relevant parties refer to individuals or organisations, both inside and outside the workplace, who are related to or affected by the safety performance of the enterprise, which mainly include contractors, suppliers and tenants.

## Selection and engagement of relevant parties

1. Yuexiu Property shall, in accordance with relevant laws and regulations, normative requirements and the provisions of the Company's corporate procurement work, and considering the magnitude and characteristics of business risks, determine the qualifications, operation, performance and safety management level, etc., to be possessed by the selected relevant parties and establish a pool of qualified suppliers. Projects shall not be entrusted to relevant parties that do not possess appropriate qualifications or safety production conditions.
2. Yuexiu Property shall specify safety management requirements in the solicitation and procurement documents issued to the relevant parties, and promote the fulfilment of safety standardisation requirements by the relevant parties through the supply chain relationship.
3. Yuexiu Property shall sign a dedicated production safety management agreement with the relevant parties or include provisions in the contract that outline their respective responsibilities for production safety management and emergency response to accidents, and also specify the provisions regarding liability for breach of contract and accountability.
4. Yuexiu Property reviews the safety qualifications of relevant parties during the selection and appointment process of relevant parties.

## Management of relevant party compliance processes

1. The relevant parties shall provide products and services in strict accordance with the contractual requirements, and when additional products and services are required, they shall sign a supplementary contract, a supplementary security management agreement and conduct a security risk assessment. If there are significant security risks, a separate selection or tender shall be made for a relevant party that meets the requirements.
2. Before the relevant party enters the site, Yuexiu Property shall interview the site management personnel appointed by the relevant party to ensure that their safety management capability is up to standard.
3. Yuexiu Property shall make a safety briefing and record it faithfully before the relevant parties enter the site.
4. Yuexiu Property shall review the safety qualifications and safety production conditions of the relevant parties based on the actual circumstances before they provide services or operations, and keep proper records.
5. If two or more production and operation units were engaged in production and operation activities within the same operation area, which may endanger the production safety of the other party, Yuexiu Property shall organise the signing of an agreement on the production safety management, clearly define their respective responsibilities for the production safety management and the safety measures that shall be taken, and designate dedicated production safety management personnel responsible for conducting safety inspections and co-ordination.
6. Yuexiu Property shall arrange dedicated personnel to supervise the safety management of hazardous operation sites carried out by relevant parties, and regular inspections shall be organised to urge relevant parties to comply with the corresponding operation licensing procedures and implement safety measures.
7. Yuexiu Property shall strengthen the supervision of parties involved in the design of dangerous goods and special equipment and conduct regular inspections.
8. Yuexiu Property shall coordinate and manage the work safety of the relevant parties in a unified manner, conduct regular comprehensive safety inspections, and supervise relevant parties to effectively perform their main responsibility for work safety in accordance with the provisions of the Company's system regulations and safety management standards agreed in the contract. Where safety problems are found to exist, timely supervision and rectification shall be carried out. If the safety problems involve breach of contract, the relevant parties shall be held responsible for the breach of contract in strict accordance with the contract agreement.
9. In the event of personal injury, death, or other accidents involving the relevant parties, they shall immediately report to the person in charge of the project site, the person in charge shall report the incident at each level within the specified time limit stipulated in the Company's regulation. Concealment or non-reporting is strictly prohibited.

## Performance evaluation and integrity management of relevant parties

1. Yuexiu Property shall incorporate accidents occurring within the relevant party's company in the Company's accident management. In the event that a relevant party fails to implement the safety responsibilities agreed in the contract or the safety management agreement, which results in deaths and other responsible accidents, the relevant party shall be held liable for breach of contract and its safety credit rating shall be downgraded or the relevant party shall be blacklisted.
2. Yuexiu Property shall incorporate major safety hazards in the production and operation process of the relevant parties into the evaluation of safety performance for deduction of points, and those who refuse to rectify the situation shall be withdrawn from the Supplier Pool and included in the blacklist.
3. Yuexiu Property shall regularly evaluate the safety performance of the relevant parties, adjust the safety credit ratings of the relevant parties, and improve the integrity management files of the relevant parties as a basis for the renewal or withdrawal of the relevant parties.

## Monitoring and Regular Review

The Board of Directors and ESG Committee are responsible for managing and guiding matters related to Yuexiu Property's relevant party safety management, discussing and reviewing relevant risks and opportunities at least annually, and updating this policy appropriately at least every three years, jointly contributing to the creation of a sustainable and green development future. Relevant party safety management related practices and initiatives will be disclosed on the company's website and in ESG reports.

Yuexiu Property understands that a truly successful business is not just about pursuing economic benefits, but also about bringing positive impact to society and fulfilling its responsibility to stakeholders. The Yuexiu Property Relevant Parties Safety Management Rules is not just a document, but a practical guide to our commitment to everyone.