

Environmental Management Policy

Siam Commercial Bank Public Company Limited

Siam Commercial Bank Public Company Limited (SCB) is aware of environmental problem and natural resources degradation which are becoming prominent as a result from industrial and manufacturing project development including overconsumption of natural resources. The consequences, such as climate change, water resource scarcity, natural habitat depletion and pollutions, are affecting human's quality of life as well as other lives on earth. The Bank believes that it is everyone's responsibility to mitigate the impact as well as rehabilitate the natural resources and the environment for the better tomorrow of the next generations.

Under the vision to be the Most Admired Bank, SCB aspires to be the Most Responsible Corporate Citizen by conducting our business with the conscious consumption of natural resources and the environment conservation through the Bank's key initiatives including:

- Manage environmental impacts from our operation through Operational Eco-Efficiency Program;
- Mitigate risks/impacts on the environment and society from lending and investment through Responsible Lending Framework; and
- Support the development of financial product which contributes to the positive impact on the environment.

Scope

The Environmental Management Policy applies to all aspects of the Bank's and its subsidiaries' operations.

Practices

To ensure that environmental management and climate change consideration are appropriately executed throughout SCB's operations, the Bank announces the Environmental Management Policy with the following practices:

- **Manage environmental impact resulted from our operation through Operational Eco-Efficiency Program**

The Bank proactively manages environmental performance, especially those directly resulted from our own operation in order to maximize natural resource efficiency and reduce pollution emissions. The scope of management covers:

- a) Direct and indicate greenhouse gas emissions;
- b) Natural resources and energy consumption;
- c) Waste generation; and
- d) Business travel.

Key approaches on Operational Eco-Efficiency Program include:

- Setting related-targets to enable management of key environmental performance;
- Seeking opportunity to improve environmental performance as appropriate;
- Monitoring and conducting trend analysis of key environmental performance;
- Engaging external party to assure environmental performance; and
- Publicly reporting on key environmental performance annually.

- **Mitigate risks and/or impact on the environment and society from lending and investment through Responsible Lending Framework**

As a large financial institute, SCB plays a key role in providing financial support for large development projects and businesses to enable social and economic development. The Bank puts high emphasis on the development of the Responsible Lending Framework to integrate environmental and social consideration into the Bank's credit process including conducting research on emerging environmental issue based on industry.

The key approach on Responsible Lending are as follows:

- Integrate the framework on Responsible Lending into Credit Policy Guide and the credit process;
- Develop and disclose Sector Specific Guide to address key environmental and social issues of sensitive sectors; and
- Prepare and review Responsible Lending Framework annually or as appropriate to ensure continuous improvement.

- **Support the development of financial products which contribute positive impact to the environment**

The Bank's aspired to develop and offer financial products with positive impact on the environment such as energy efficiency improvement loan program, providing financial support to major projects development and seeking opportunity to develop green investment product. In addition, the Bank seeks to collaborate with external parties, such as our customers and external experts, to develop new environmental-friendly products.