

SAS Sustainable Material Policy

Sino-American Silicon Products Inc. (hereinafter referred to as the “Company”) recognizes that sustainable raw material management is an important foundation for advancing sustainable development and strengthening supply chain resilience. In accordance with environmental, social, and governance principles, the Company manages the procurement, use, and sourcing of raw materials and collaborates with supply chain partners to reduce the impacts of raw materials throughout their life cycles on the climate, resources, human rights, communities, and biodiversity.

I. Policy Principles

- **Reduce Raw Material Life-Cycle Impacts**

The Company applies life-cycle thinking to identify low-carbon sources and gives priority to raw materials that comply with environmental regulations or are provided by suppliers certified to environmental management systems. The Company continuously reduces water use, energy consumption, and waste in its production and procurement processes, while considering human rights and impacts on local communities, implementing resource circulation, and reducing the overall environmental burden of the supply chain.

- **Partner with Suppliers to Advance the Low-Carbon Transition**

In alignment with the Company’s SBTi science-based emissions reduction targets and Scope 3 carbon reduction commitment, the Company gradually encourages major raw material suppliers, through supplier engagement and evaluation, to provide greenhouse gas inventory and product carbon footprint data.

- **Enhance Source Transparency and Responsible Procurement**

The Company requires suppliers to disclose raw material sources to ensure legal sourcing and supply chain traceability. The Company gradually encourages major

suppliers to participate in conflict minerals surveys and, where applicable to the raw materials, provide CMRT/EMRT for inclusion in periodic supplier reviews.

- **Increase Third-Party Verified Raw Materials and Resource Circulation**

The Company encourages suppliers to obtain third-party sustainability- or quality-related certifications as an evaluation criterion for preferred procurement. At the same time, the Company promotes the use of recycled raw materials and the resource circulation of process waste, packaging, and containers to improve raw material use efficiency, advance resource circulation, and reduce environmental burdens.

- **Protect Biodiversity and Natural Capital**

Guided by the principles of nature positivity and no deforestation, the Company prohibits illegal logging, strives to ensure sustainable raw material sourcing, and reduces burdens on forest resources, soil and water conservation, and biological habitats.

- **Collaborate with Stakeholders**

Through exchanges with industry peers, non-governmental organizations (NGOs), and relevant industry associations, the Company shares and promotes best practices for sustainable raw materials.

II. Oversight and Audits

The Company conducts regular supplier audits to confirm compliance with sustainable development requirements. If a supplier fails to meet the Company's relevant sustainability standards, the Company will provide guidance and require corrective action within a specified period. If the improvement objectives still cannot be achieved after consultation, the Company reserves the right to adjust the business relationship.

III. Policy Disclosure and Communication

This Policy shall be implemented upon approval by the Chairman. This Policy is publicly available on the Company's website and is communicated and promoted through meetings and communication channels to ensure that suppliers fully understand and comply with this Policy.