

## Environmental and Social Due Diligence (ESDD) Summary

<b>Issuer</b>	Erajaya Digital Pte. Ltd (“Erajaya Digital”)
<b>Use of CGIF’s guarantee</b>	<p>The use of proceeds (UOP) are allocated to:</p> <ul style="list-style-type: none"> <li>(i). Capital expenditure for the Issuer’s subsidiaries’ store network expansion and warehouse refurbishment in Malaysia and Singapore, and repayment of inter-company indebtedness for these entities;</li> <li>(ii). Inventory management expenditure incidental to (i); and</li> <li>(iii). Annual maintenance capital expenditure incidental to (i).</li> </ul>
<b>Countries of operations</b>	Singapore and Malaysia
<b>Categorisation</b>	<p>General-purpose Corporate Bond (GCB)</p> <p>ESMS – High</p>

<b>Environmental and social management system (ESMS)</b>	<p>The environmental and social due diligence (ESDD) confirmed that PT Erajaya Swasembada Tbk (“Erajaya”), at the corporate level, has developed occupational, health and safety (OHS) and environmental, social and governance (ESG) management policies, systems and standard operating procedures for the operation (including new developments) of retail stores, distribution centers and warehouses that are applicable for their operations and activities. Prior to CGIF guarantee issuance, an enhanced environmental and social management system (ESMS) was developed, as an add on or cascade of the existing corporate OHS and ESG system, to be adopted and implemented by Erajaya Digital across its subsidiaries in Singapore and Malaysia which are guaranteed by CGIF.</p> <p>The ESMS comprises an updated Environmental, Social, Health and Safety (ESHS) Policy, environmental and social (E&amp;S) screening, organization structure, training, E&amp;S management, stakeholder engagement, and monitoring and reporting.</p>
<b>Screening and identification of risks</b>	<p>The ESDD confirmed that the operations and activities of Erajaya Digital’s subsidiaries in Singapore and Malaysia would be classified as Category C for Environment. The key environmental impact of retail store and warehouse operation is the generation of waste, which are limited to packaging materials. Wastes generated at the retail stores are collected and managed by shopping mall building management while registered commercial waste collectors manage waste streams from the warehouse. Hazardous wastes are not generated by the business activities of Erajaya Digital in Singapore and Malaysia. The subsidiaries do not generate electronic wastes as any damaged</p>

	<p>electronic products are returned to the respective product supplier for repair or disposal.</p> <p>Further, the subsidiaries do not operate any service center that may generate electronic wastes. Existing compliance with national laws and regulations was demonstrated, with supplementary work required to ensure ongoing compliance with CGIF's Environmental and Social Safeguards (ESS) during the tenor of the guarantee.</p> <p>The retail stores are leased spaces within large shopping malls while the warehouses are leased from private owners and situated in well-developed mixed-use areas. No involuntary resettlement is identified, supporting a Category C classification.</p> <p>The business operations of Erajaya Digital subsidiaries in Singapore and Malaysia are conducted in urban and well-developed areas, where the presence of ethnic minorities are not applicable, supporting a Category C classification.</p>
<p><b>Institutional capacity, commitment and development</b></p>	<p>Erajaya has an established OHS committee and human capital department at the corporate level to manage its activities and operations in Indonesia. Prior to CGIF guarantee, an E&amp;S organization structure was established at the Erajaya Digital level (and subsidiaries) for effective ESMS adoption and implementation.</p> <p>An ESMS Manager has been appointed for Erajaya Digital with overall responsibility to oversee the effective and consistent implementation of ESMS. The ESMS Manager will be supported by ESMS Co-ordinators at the operating subsidiary levels in Singapore and Malaysia. The ESMS Manager role will also ensure Erajaya Digital meets its regulatory obligations and E&amp;S performance and reporting commitments in line with Singapore and Malaysian national government as well as CGIF ESS requirements.</p> <p>A high level ESMS awareness training was conducted by CGIF to Erajaya Digital's personnel with designated roles and responsibilities under the ESMS.</p>
<p><b>Stakeholder communication, participation and consultation</b></p>	<p>Erajaya Digital's ESMS includes an overarching stakeholder engagement plan (SEP) and grievance redress mechanism (GRM) that are disclosed to relevant stakeholder groups in order to capture and resolve any potential issues and concerns related to E&amp;S risks and impacts. The SEP outlines the identified stakeholders, stakeholder engagement programs, implementation, and monitoring. The ESMS Manager will monitor and report the E&amp;S performance of Erajaya Digital to CGIF on an annual basis for the tenor of the bond.</p>