

# **Biodiversity Conservation Commitment**

## **To Our Valued Partners and Friends in the Community:**

JL MAG RARE EARTH CO., LTD. (hereinafter referred to as "the Company" or "we") solemnly commits to steadfastly dedicating ourselves to the protection and restoration of biodiversity, preventing species extinction and habitat destruction.

The ESG Committee of our Board of Directors is the highest decision-making and leadership body for biodiversity conservation within the Company, continuously promoting and supervising our biodiversity conservation efforts and progress.

We fully understand the importance of biodiversity to the ecological balance of our planet and recognize our responsibility and obligation as a business to contribute to the protection of the Earth's ecological environment. Therefore, we will strictly comply with national and regional laws and regulations and actively take all necessary measures to ensure the protection, maintenance, and restoration of biodiversity. We promise:

1. Actively engage in cross-departmental cooperation to jointly develop and implement policies aimed at achieving the sustainable use of biodiversity.
2. Strengthen scientific research on biodiversity to enhance our understanding of ecosystem functions and the value of biological resources. We will promote innovation and the application of science and technology to provide a scientific basis for the effective protection and sustainable use of biodiversity.
3. Firmly establish environmental awareness and actively carry out environmental education and advocacy, promoting the concept of scientific development. We will enhance our corporate culture, fostering the belief that "protecting the environment is honorable, and polluting the environment is shameful." We will strengthen environmental protection in the course of our corporate development and promote corporate development in the course of environmental protection.
4. Strictly comply with environmental regulations, willingly accept environmental on-site inspections and supervision, and ensure no environmental pollution incidents occur while improving environmental quality.
5. Effectively strengthen pollution prevention, increase investment in energy conservation and emission reduction, and intensify technological transformation to ensure the comprehensive achievement of energy conservation and emission reduction goals. We will proactively phase out outdated production equipment and processes, actively implement clean production, develop a circular economy, improve the comprehensive utilization rate of resources, and reduce pollutant emissions.
6. Consciously accept social supervision, strengthen corporate environmental management, and enhance our integrity awareness by adhering to environmental credit. We will integrate the principle of integrity throughout our entire

production and operation process, striving to build a "resource-conserving and environmental friendly" corporate brand.

7. Strictly comply with all laws and regulations regarding forest protection to ensure that our operational activities do not directly or indirectly lead to deforestation. We will implement a stringent sustainable procurement policy to ensure that the raw materials we purchase do not come from illegal logging or forest destruction. We will also strengthen the management of our supply chain to ensure that all partners in the supply chain comply with our commitment to forest protection and encourage them to adopt similar measures.
8. Commit to building an environmentally friendly enterprise by thoroughly learning the Convention on Biological Diversity and fully applying mitigation measures progressively to gradually reduce the impact of our value chain on biodiversity, aiming to set a "permanent magnet industry model" for building a beautiful China.
9. Avoid conducting business in biodiversity conservation areas and prioritize biodiversity conservation goals in other areas of operation. We will evaluate our impact on biodiversity to ensure that we effectively implement avoidance, minimization, restoration, and compensation measures for biodiversity conservation during construction and production processes.
10. In supply chain management, we will fully consider whether suppliers are located in biodiversity conservation areas and assess their impact on biodiversity to ensure truly green sourcing.

We firmly believe that only by protecting biodiversity can the Earth have a better future. Let us work together to create a prosperous, harmonious, and beautiful home on Earth for future generations.

**JL MAG RARE-EARTH CO., LTD.**  
**August 28, 2024**