



MODERN HEAVY INDUSTRIES (TAICANG) CO., LTD.
MODERN MODULAR ENGINEERING & CONSTRUCTION CO., LTD.
TAICANG PORT & ZHANGJIAGANG PORT DEVELOPMENT ZONES
JIANGSU PROVINCE, CHINA

ENVIRONMENTAL POLICY STATEMENT

Modern Group is committed to continued operational improvement and implementation of the environmental management system. Our companies operate in compliance with all national environment mandates, local policies, and procedures outlined in the ISO 14001 Environmental Management System and GB/T 24001:2016; the Environmental Management System of the National Environmental Management Standardization Technical Committee (SAC/TC 207)

Through environmental initiatives, Modern Group management has become more aware of environmental threats, our responsibility to protect nature, and the actions we must take to reduce and prevent ecological incidents.

Modern Group policy is to:

- Comply with all applicable environmental laws and regulations.
- Continually improve environmental performance.
- Undergo periodic ecological testing of soil, air, and water.
- Prevent pollution and protect the environment in all business operations.
- Recycle all waste, raw material scrap, paper, and re-use materials when possible.
- Use energy-efficient lighting, equipment, and machinery, and split specific work to off-peak energy consumption hours.
- Conduct environmental training to ensure staff understands how to comply with environmental policies.
- Minimize corporate travel and fuel consumption by fleet vehicles.
- Carry out efficient engineering practices that reduce errors.
- Optimize raw material procurement and reduce inventory.
- Use advanced machinery that reduces cutting and manufacturing wastage.
- Reduce emissions of welding gases and volatile organic compounds.
- Contain and prevent leakage of hazardous liquids and chemicals.
- Train management and staff on environmental emergency actions, workshop safety, fire safety, and emergency spill response.

The Jiangsu Province Department of Ecology and Environment conducts monitoring and tracks policy implementation with Modern Group's HSE management team. This activity follows procedures of the Ministry of Ecology and Environment of the People's Republic of China. In addition, environmental specialists assist with training, testing, and other ecological matters when required.

Every day our companies take essential steps to promote greater awareness of environmental concerns and the long-term benefits of proactive participation. This attitude reflects an intense light upon our group and the customers who choose to work with us. Even where no laws, regulations, or codes of practice exist, Modern Group develops standards to ensure we act responsibly to keep the environment clean.

A handwritten signature in blue ink that reads 'George Jo'.

George Jo

Chairman/Chief Executive
Modern Group
Monday, July 12, 2021