SUSTAINABLE WATER PRACTICES FOR A RESILIENT FUTURE

OSK Holdings Berhad ("OSK") is committed to the efficient use of natural resources, including water, recognising its importance as one of the most critical resources on Earth.

Although our core business operations are not water-intensive, we acknowledge our reliance on municipal water supply. To address this, we are committed to sustainable water management and actively pursue opportunities to minimise this dependency by exploring alternative water sources and implementing water reuse practices on-site.

Our Cables Division has been using a water recirculating system since 1997, reusing process water as a cooling agent for factory machines continuously throughout the manufacturing process, instead of discharging into waterways. Following a 2019 upgrade, water storage capacity increased by 71.3%, reaching 489 m³.

Based on the average flow rate of pumps and machine operating hours in accordance with manually logged data, over 800,000 m³ of water was recirculated through the system in FY2023. Moving forward, we plan to install a meter to more accurately measure the volume of water passing through the machines.



Cables Division's water recirculating system.

Our group-owned properties and hospitality properties are equally committed to the Group's water conservation efforts to minimise environmental impact. This commitment includes installing rainwater harvesting systems to collect and reuse water for landscaping and sanitation, thereby reducing reliance on municipal supplies.

Water Consumption by Source in FY2023

Total rainwater harvested **131.24 m³** by Hospitality Division Total water consumed from municiple sources **709,035 m**³

Breakdown of Municipal Water Consumption by Business Unit in FY2023



WATER MANAGEMENT



Melbourne Square site.

Our Construction Division is equally committed to managing water resources responsibly. Across all project sites in Malaysia, we have implemented management systems to prevent water pollution and conduct periodic water quality monitoring to ensure that all discharged water complies with the National Water Quality Standards for Malaysia and other prescribed quality standards. Water samples are sent to an appointed lab for testing, and records are maintained to verify compliance with environmental standards.

While Malaysia is blessed with abundant rainfall, Australia faces water supply challenges due to its variable rainfall, streamflow and landscape conditions, along with the demands of agriculture, growing urban populations, and climate change.

At Melbourne Square, a five-acre freehold development jointly undertaken by our Property Development arm in Australia and the Employees Provident Fund, the construction team has implemented a comprehensive water quality management plan to protect community water sources, ensuring no contaminants or sediment-laden water are released into local waterways or drainage systems.

The plan includes measures to prevent water pollution from construction activities by managing runoff, controlling sediment, and properly handling washout water, in compliance with Environment Protection Authority Victoria requirements and other relevant regulations. Continuous monitoring, including weekly environmental site inspections and regular assessments of the dewatering process and water quality, is conducted according to prescribed schedules, with a thorough reporting process.